

First Regular Session, Fifty - Eighth Legislature

Idaho Legislative Budget Book For Fiscal Year 2006

This *Legislative Budget Book* is the primary reference document used by the Joint Senate Finance – House Appropriations Committee in setting the Idaho State Budget. This year we are making the comprehensive detailed version available to all Legislators through the attached compact disk on the inside cover.

Section I of this document contains statewide summary reports, charts, graphs and historical tables. **Section II** provides some historical summary information about the state's four largest budgets, Public Schools, Higher Education, Medicaid, and Corrections, which comprise about 75% of the state General Fund.

Section III provides a more detailed description of agency budget requests for over 80 divisions, and can be accessed with the compact disk attached to the inside cover of this document. Also included is the Governor's recommendation for each division, which provides the Legislature with a side-by-side comparison of the agency budget request and the Governor's budget recommendation in a single, inclusive budget document.

Policy oversight is emphasized in this document by grouping and displaying minor programs at the agency or divisional level, and clearly displaying and comparing the key policy budget decisions that need to be made. Detail objects of expenditures (personnel costs, operating expenditures, capital outlay, and trustee & benefit payments) are de-emphasized to a certain extent, but in doing so allows the use of larger fonts with fewer pages. There is also a section for each state agency entitled *Agency Profile* that includes organizational charts, performance measures and other analysis that hopefully contributes context to the discussion of each agency's budget.

A comprehensive database and numerous working files also support the information contained in this document. This enables the Legislature's Budget and Policy Analysis staff to provide an extensive amount of fiscal information to Legislative leadership, members of JFAC, germane committees and the Legislature as a whole.

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Serving Idaho's Citizen Legislature

Joint Senate Finance House Appropriations Committee



FIRST REGULAR SESSION OF THE FIFTY-EIGHTH IDAHO LEGISLATURE

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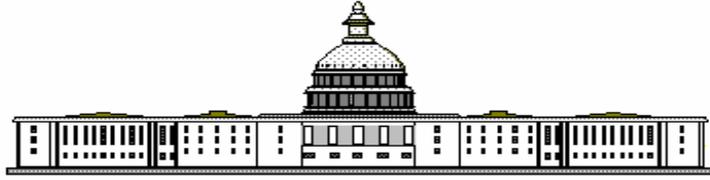
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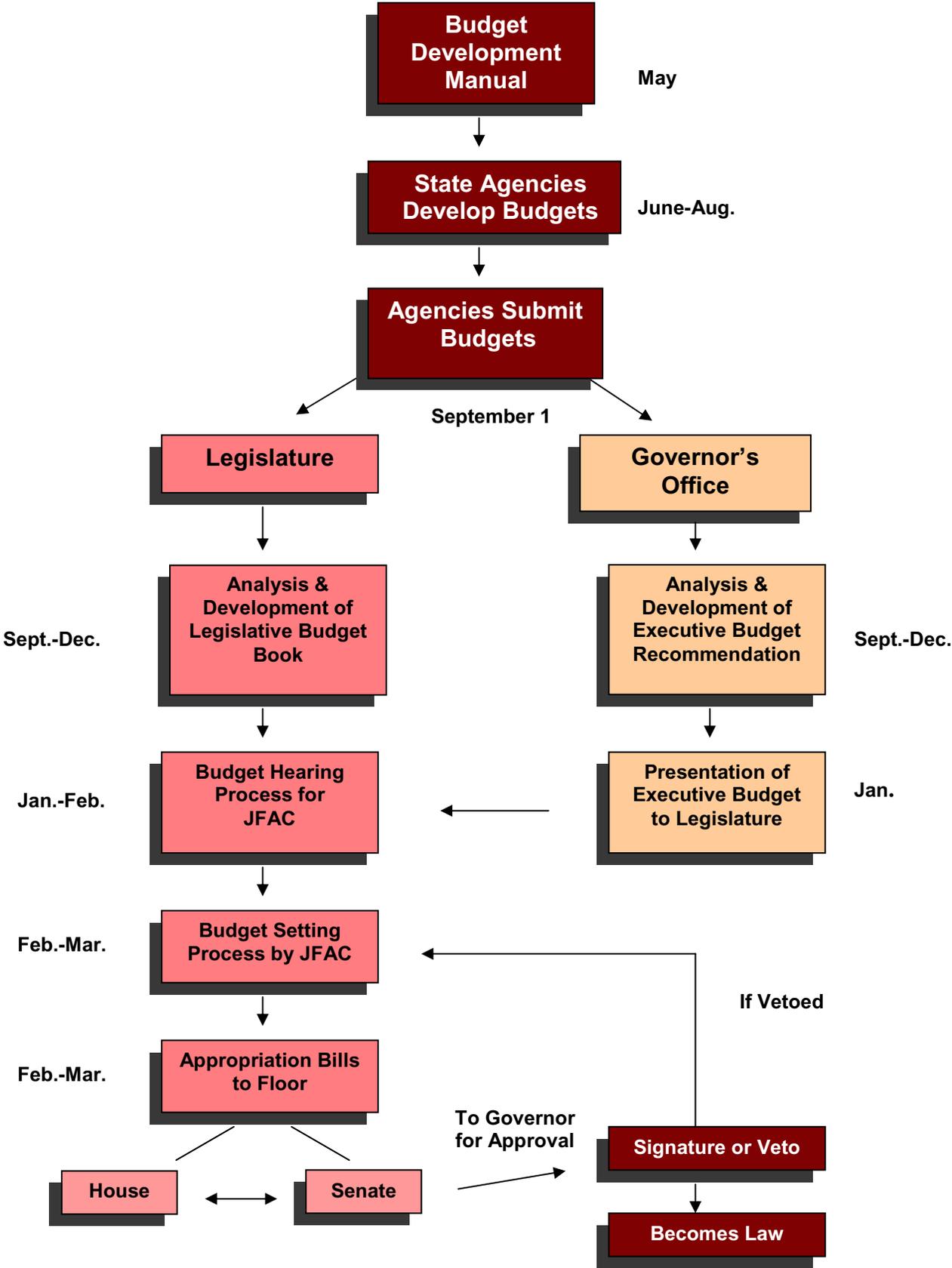
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IDAHO STATE BUDGET PROCESS



The Idaho Decision Unit (DU) Budget Model

<p>Benchmark 1</p>	 <p>FY 2005 Original Appropriation: The amount appropriated last session for the current fiscal year, which began July 1, 2004, and runs through June 30, 2005. It is the amount of spending authority specified in the original appropriation bill.</p>
<p><i>Decision Units adjusting current year Appropriation</i></p>	<p>Reappropriation: An appropriation is usually good for only one fiscal year. However, in some instances, the Legislature allows an agency to carryover unexpended balances to the next fiscal year, thus increasing the total appropriated spending authority over the amounts designated in the original appropriation bill.</p> <p>Supplemental Appropriation: These are generally requests for additional funding in the current fiscal year to address unforeseen emergencies. However, supplementals may also be used to delete funds (<i>rescissions</i>) or transfer funding between expenditure classes, funds, programs or agencies.</p>
<p>Benchmark 2</p>	 <p>FY 2005 Total Appropriation: The amount specified in the original appropriation bill plus reappropriations (carryover), supplemental appropriations and other adjustments made by the Legislature.</p>
<p><i>Decision Units adjusting current year Expenditures</i></p>	<p>Expenditure Adjustments: Agencies can adjust their appropriations, within legislatively approved guidelines, to accurately reflect the way the money will likely be expended. Adjustments can include Executive Holdbacks, Board of Examiner's actions, recording receipts to appropriations, recording non-cognizable funds, transfers between expenditure classes, and transfers between programs.</p>
<p>Benchmark 3</p>	 <p>FY 2005 Estimated Expenditures: The expenditure class detail (personnel costs, operating expenditures, capital outlay, and trustee & benefit payments) of how an agency intends to expend its current year appropriation. Includes the total appropriation plus all current year adjustments.</p>
<p><i>Decision Units adjusting current year Base</i></p>	<p>Base Adjustments: This is where funding provided for one-time (non-recurring) purchases for the current year is removed from an agency's budget, and where across-the-board base reductions or funding holdbacks are made. These adjustments also allow an agency to reflect minor reorganizations in its operations for the coming fiscal year by transferring funds between programs or summary objects.</p>
<p>Benchmark 4</p>	 <p>FY 2006 Base: The Base is the major benchmark in the appropriations process. The Base reflects current year estimated expenditures plus base adjustments minus one-time funding. It is the starting point in building an agency's appropriation for the next fiscal year.</p>
<p><i>Decision Units adjusting Maintenance of Current Operations (MCO) service level for next fiscal year</i></p>	<p>Change in Benefit Costs: These are increases in the cost of maintaining a range of employer-paid benefits for state employees such as social security, retirement (PERSI), and health insurance.</p> <p>Inflationary Adjustments: Agencies are directed to request an increase in their operating and trustee/benefit expenses, based on the Consumer Price Index (CPI), to address higher, inflation-driven costs.</p> <p>Nonstandard Adjustments: These adjustments identify costs that are not accurately classified in the other "maintenance" adjustments but which are necessary to maintain current levels of service. These increases are often beyond the control of the requesting agency or represent increased volume within current responsibilities. Examples include increases in audit fees, legal fees, rent, insurance premiums, refactored personnel classes or growth in service group populations such as students or prisoners.</p> <p>Annualizations: This budget component identifies full-year costs for budget items which were partially funded in the prior year.</p> <p>Change in Employee Compensation: This decision unit identifies the costs of increases in salaries and variable benefit costs for classified and exempt state employees. 27th Payroll: A one-time cost that occurs every 11 years due to cash basis budgeting and the State's biweekly payroll.</p> <p>Fund Shifts: Replaces a loss of one fund source with another to maintain existing levels of service.</p>
<p>Benchmark 5</p>	 <p>FY 2006 Maintenance of Current Operations (MCO): MCO includes an agency's Base budget plus the appropriate "maintenance" adjustments that may be required to maintain current service levels. This level of funding does not support the expansion of existing programs or the addition of new programs</p>
<p><i>Enhancement Decision Units for next fiscal year</i></p>	<p>Program Enhancements: These decision units, listed in priority order, reflect an agency's desire to either add new program elements, expand the scope of existing services or respond to increasing work loads.</p>
<p>Benchmark 6</p>	 <p>FY 2006 Total Appropriation: The total funding appropriated for the coming fiscal year, that will begin on July 1, 2005 and end on June 30, 2006. It includes an agency's Base budget plus any maintenance adjustments to support current service levels plus any authorized enhancements to expand service levels or add new services.</p>

General Fund Summary: FY 2005 - FY 2006

FISCAL YEAR 2005		
<u>REVENUES</u>	<u>Budget Request</u>	<u>Governor's Rec.</u>
1. Beginning Balance	\$ 100,244,100	\$ 100,244,100
2. FY 2005 Revised Estimate (7.8%)	1,973,727,000	1,973,727,000
3. HB 400a - Increase Sales Tax from 5% to 6%	183,138,000	183,138,000
4. Internal Revenue Code compliance	1,100,000	1,100,000
5. Transfer to Water Resources Devel. Fund	(500,000)	(500,000)
6. Transfer to Budget Stabilization Fund	(20,971,000)	(20,971,000)
7. Transfers for Deficiency Warrants (fires, pests,etc)	<u>(6,400,900)</u>	<u>(4,800,900)</u>
8. TOTAL REVENUES	\$2,230,337,200	\$2,231,937,200
<u>APPROPRIATIONS</u>		
9. Original Appropriations	\$2,082,138,300	\$2,082,138,300
10. Reappropriations	1,820,700	1,820,700
11. Plus one-time salary increase (1%)	5,001,000	5,001,000
12. Less Executive Budget Rescission	0	(2,124,300)
Supplementals:		
13. Medicaid provider rates & utilization	15,457,900	15,457,900
14. Corrections, inmate growth	5,277,500	5,224,700
15. All other	<u>7,825,400</u>	<u>7,086,700</u>
16. TOTAL ESTIMATED EXPENDITURES	\$ 2,117,520,800	\$ 2,114,605,000
17. <u>ESTIMATED ENDING BALANCE</u>	\$ 112,816,400	\$ 117,332,200
FISCAL YEAR 2006		
<u>REVENUES</u>	<u>Budget Request</u>	<u>Governor's Rec.</u>
18. Beginning Balance	\$ 112,816,400	\$ 117,332,200
19. FY 2005 baseline estimate (5.1%)	2,076,618,000	2,076,618,000
20. HB 400a - Sales tax increase (one month)	13,448,000	13,448,000
21. Transfer from Economic Recovery Fund	21,194,100	21,194,100
22. Other adjustments (IRS Code & Cig tax)	<u>(1,600,000)</u>	<u>(1,600,000)</u>
23. TOTAL REVENUES	\$ 2,222,476,500	\$ 2,226,992,300
<u>APPROPRIATIONS</u>		
24. FY 2005 Estimated Expenditures	\$ 2,117,520,800	\$ 2,114,605,000
25. Removal of one-time expenditures	<u>(15,238,600)</u>	<u>(15,610,500)</u>
26. FY 2006 Beginning Base	\$ 2,102,282,200	\$ 2,098,994,500
MCO Cost Increases:		
27. Personnel benefits (health care, PERSI)	8,598,000	6,739,400
28. Inflationary increases for operating expenses	4,284,400	0
29. Replacement capital outlay	10,718,400	3,329,700
30. CEC (1% multiplier)	5,133,400	5,133,400
31. Public Schools; Base Salary Increase	24,022,200	8,007,400
32. 27th pay period (one-time)	16,451,000	15,315,000
33. Medicaid cost, caseload & utilization increase	29,299,900	11,076,400
34. Medicaid match rate increase (fund shift)	6,551,800	6,551,800
35. Public Schools; statutory formula increases	24,361,100	17,307,100
36. Higher Education enrollment adjustment	3,402,700	3,402,700
37. Higher Education occupancy costs	1,809,100	666,900
38. Higher Ed; replace student fees for inflationary costs	3,496,100	2,773,500
39. All other fund shifts to General Fund	10,596,300	1,980,100
40. All other maintenance of current operations request	<u>10,266,000</u>	<u>10,431,400</u>
41. Subtotal; "Maintenance of Current Operations"	\$ 2,261,272,600	\$ 2,191,709,300
42. Program Enhancements:	70,325,700	30,672,300
43. Grand Total: MCO plus Enhancements	<u>2,331,598,300</u>	<u>2,222,381,600</u>
44. <u>ESTIMATED ENDING BALANCE</u>	\$ (109,121,800)	\$ 4,610,700

General Fund Summary

FISCAL YEAR 2005

Fiscal Year 2005, as shown on the facing summary table, is based upon an executive revenue estimate of 7.8% over FY 2004 actual collections (line 2). In addition to this ongoing baseline revenue projection, there are several adjustments made in lines 4 through 7, including the increased sales tax, Internal Revenue Code compliance, a transfer of \$500,000 to the Water Resources Revolving Development Fund, a transfer of \$20,971,000 to the Budget Stabilization Fund, and a transfer of \$4,800,900 to cover deficiency warrants for fires, pest control and hazardous materials cleanup.

Overall, the FY 2005 spending blueprint recommended by the Governor contains more than enough resources to cover current year expenditures and leave a sizeable year-end balance, even after covering about \$27.0 million in supplemental appropriations. However, this year-end balance is not to be construed as a "surplus", since this estimated year-end balance will be needed to help off-set the impact of the sales tax sunset in FY 2006, estimated at about \$180.0 million.

FISCAL YEAR 2006

The Governor's budget recommendation for Fiscal Year 2006 is predicated on a sizeable carryover balance from the previous year of \$117.3 million, and an ongoing base revenue estimate of 5.1% growth (line 19) over the FY 2005 estimate. Added to this base estimate is one month (June) worth of collections from the temporary sales tax increase that actually fall into FY 2006 (line 20), and a transfer of \$21.9 million from the Economic Recovery Fund, which was established with a one-time deposit from the second year of the temporary cigarette tax increase. The Governor is also recommending that the cigarette tax increase be made permanent with revenues going into the Permanent Building Fund.

On the spending side the Governor is recommending a 6.7% increase over the original FY 2005 appropriation (a 5.1% increase after adding in FY 2005 supplementals). Lines 27 through 40 on the facing page display the "maintenance of current operations" budget items, which include increases for health insurance costs, a 1% Change in Employee Compensation for both state agencies and Public Schools, Higher Education enrollment costs, Public Schools statutory increases, and other inflationary costs requested by state agencies. Perhaps the biggest question mark in the Governor's package is the Medicaid recommendation, which, based on IDHW caseload and utilization data, could be underfunded by at least \$20.0 million for FY 2006.

FY 2006 is the first budget to be developed without the two-year temporary sales tax. As anticipated, the spending plan will require considerable help from one-time cash reserves, which results in a structural deficit. A structural deficit in budget terms simply means that ongoing revenues are less than ongoing expenditure commitments, which in the case of the executive budget recommendation is about \$115.0 million out of balance. The multi-year plan envisioned by the Governor and supported by the Legislature anticipates that economic growth will backfill the loss of the temporary sales tax dollars. While revenue collections to date are very encouraging, the biggest challenge remaining for policy makers is to control spending to the point where erasing the structural deficit is attainable by FY 2007 or FY 2008.

General Fund Revenue Collections & Estimates

Source				
	FY 1997	FY 1998	FY 1999	FY 2000
Individual Income Tax	\$704,819,900	\$776,192,100	\$841,865,000	\$960,164,000
% change	8.3%	10.1%	8.5%	14.1%
Corporate Income Tax	122,357,200	117,286,400	95,437,700	124,872,900
% change	(19.5%)	(4.1%)	(18.6%)	30.8%
Sales Tax	476,726,100	496,807,800	588,796,700	627,503,000
% change	3.0%	4.2%	18.5%	6.6%
Cigarette Tax	7,486,400	7,476,900	7,229,900	7,295,400
Tobacco Tax	0	0	0	0
Beer Tax	1,629,900	1,619,400	1,683,900	1,754,200
Wine Tax	1,663,800	1,800,800	1,904,000	1,963,100
Liquor Distribution	<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>
Product Taxes subtotal	15,725,100	15,842,100	15,762,800	15,957,700
% change	1.0%	0.7%	(0.5%)	1.2%
Kilowatt-Hour Tax	2,973,600	3,239,900	2,885,700	2,765,400
Mine License	663,400	960,500	1,982,900	(659,100)
Estate Tax	0	0	0	2,308,200
State Treasurer	18,243,000	17,930,000	18,686,700	21,559,800
Judicial Branch	4,707,900	5,016,300	5,131,700	5,305,600
Insurance Prem. Tax	40,262,500	42,846,400	45,465,500	46,431,900
State Police	1,140,900	1,151,600	1,158,100	1,300,200
Unclaimed Property	829,400	1,168,000	1,588,900	0
Secretary of State	0	0	0	0
Ag Equip Exemption	0	0	0	0
Other	<u>3,407,700</u>	<u>3,701,700</u>	<u>5,671,200</u>	<u>13,450,000</u>
Misc. Revenue Subtotal	72,228,400	76,014,400	82,570,700	92,462,000
% change	4.0%	5.2%	8.6%	12.0%
Total General Fund	\$1,391,856,700	\$1,482,142,800	\$1,624,432,900	\$1,820,959,600
% change	3.0%	6.5%	9.6%	12.1%

Sources: Legislative Fiscal Report and the Division of Financial Management

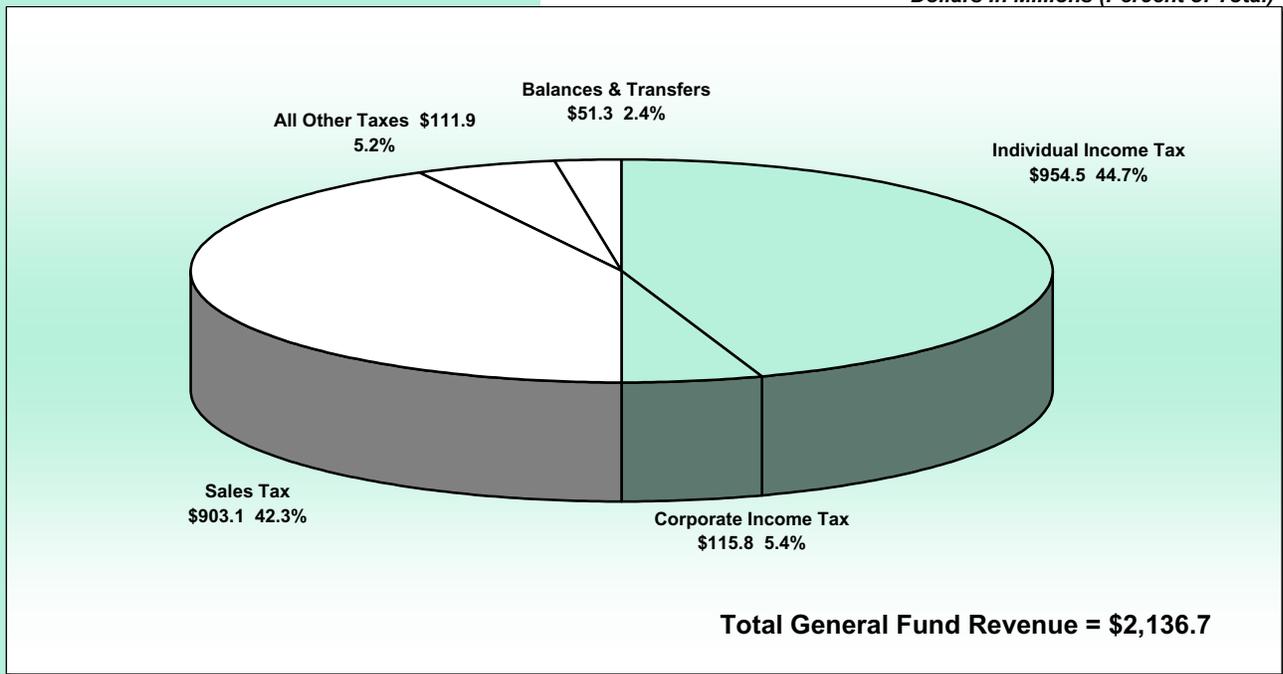
General Fund Revenue Collections & Estimates

Actual				Governor's Forecast		
FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	
\$1,023,970,200	\$835,854,800	\$837,798,600	\$902,125,500	\$974,478,000	\$1,044,229,000	
6.6%	(18.4%)	0.2%	7.7%	8.0%	7.2%	
141,527,200	76,295,600	93,129,700	103,015,000	120,617,000	135,065,000	
13.3%	(46.1%)	22.1%	10.6%	17.1%	12.0%	
647,293,800	657,119,300	700,240,700	886,079,000	933,378,000	791,425,000	
3.2%	1.5%	6.6%	26.5%	5.3%	(15.2%)	
7,980,900	8,000,500	8,259,900	30,040,500	7,500,000	8,100,000	
4,062,800	4,313,100	4,666,100	5,489,100	5,700,000	5,900,000	
1,816,500	1,876,700	1,912,800	1,955,000	2,000,000	2,100,000	
1,898,200	1,884,800	1,969,000	2,138,000	2,300,000	2,350,000	
<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>	<u>4,945,000</u>	
20,703,400	21,020,100	21,752,800	44,567,600	22,445,000	23,395,000	
29.7%	1.5%	3.5%	104.9%	(49.6%)	4.2%	
1,796,300	1,794,700	1,797,000	1,827,000	1,800,000	1,800,000	
119,300	816,000	35,700	71,900	30,000	50,000	
35,806,800	7,588,900	13,649,200	4,430,600	3,650,000	0	
22,303,600	11,334,600	2,982,300	4,971,300	5,800,000	4,500,000	
5,493,500	5,188,300	5,287,800	4,978,600	4,900,000	4,980,000	
55,880,800	55,371,000	59,488,800	62,766,700	58,720,000	58,774,000	
1,224,400	1,363,800	1,394,200	1,611,500	1,640,000	1,660,000	
5,809,600	880,700	3,760,400	3,686,500	2,500,000	2,500,000	
2,007,000	2,031,800	2,143,500	2,394,900	2,500,000	2,500,000	
0	(10,085,300)	(13,448,100)	(13,448,500)	0	0	
<u>20,708,100</u>	<u>23,769,300</u>	<u>20,485,600</u>	<u>74,573,800</u>	<u>24,407,000</u>	<u>19,188,000</u>	
151,149,400	100,053,800	97,576,400	147,864,300	105,947,000	95,952,000	
63.5%	(33.8%)	(2.5%)	51.5%	(28.3%)	(9.4%)	
\$1,984,644,000	\$1,690,343,600	\$1,750,498,200	\$2,083,651,400	\$2,156,865,000	\$2,090,066,000	
9.0%	(14.8%)	3.6%	19.0%	3.5%	(3.1%)	
				Governor's Recommendation Beginning Balance:	100,244,100	117,332,200
				Governor's Recommended Transfers & Law Changes:	(3,700,900)	19,594,100
				Fund Transfers Currently Authorized:	<u>(21,471,000)</u>	<u>0</u>
Total Estimated Revenue:				2,231,937,200	2,226,992,300	

FY 2005 General Fund Revenue & Appropriations

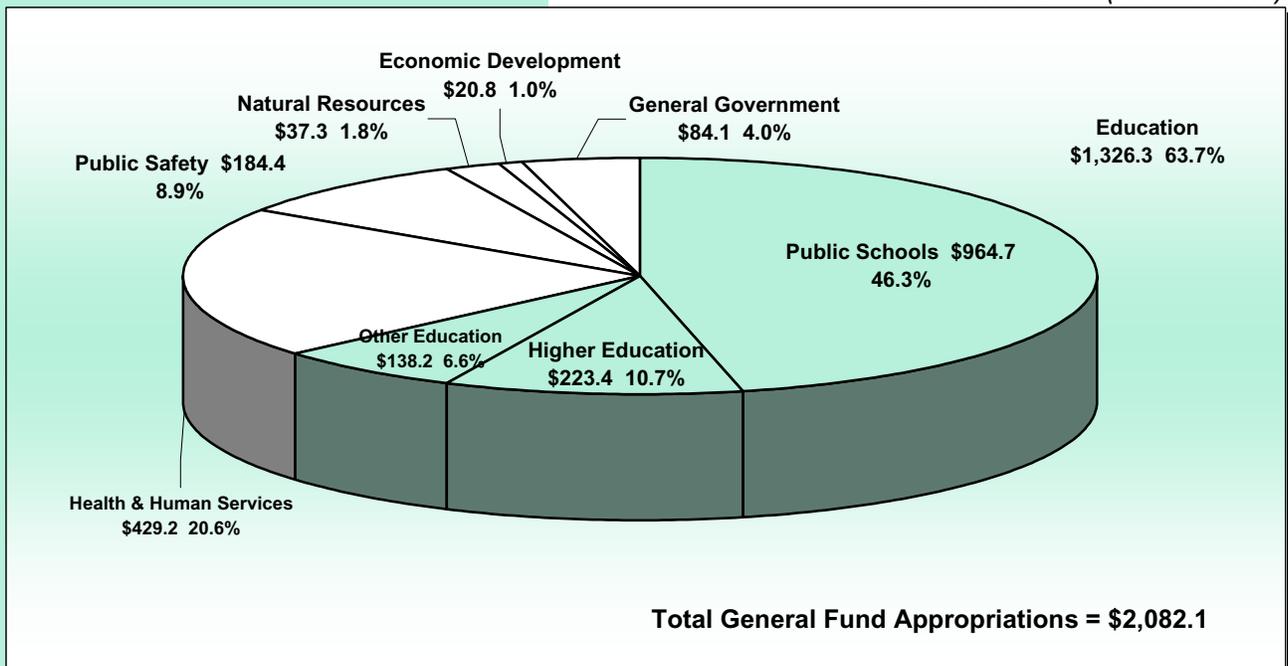
"Where the money comes from . . ."

Dollars In Millions (Percent of Total)



"Where the money goes . . ."

Dollars In Millions (Percent of Total)

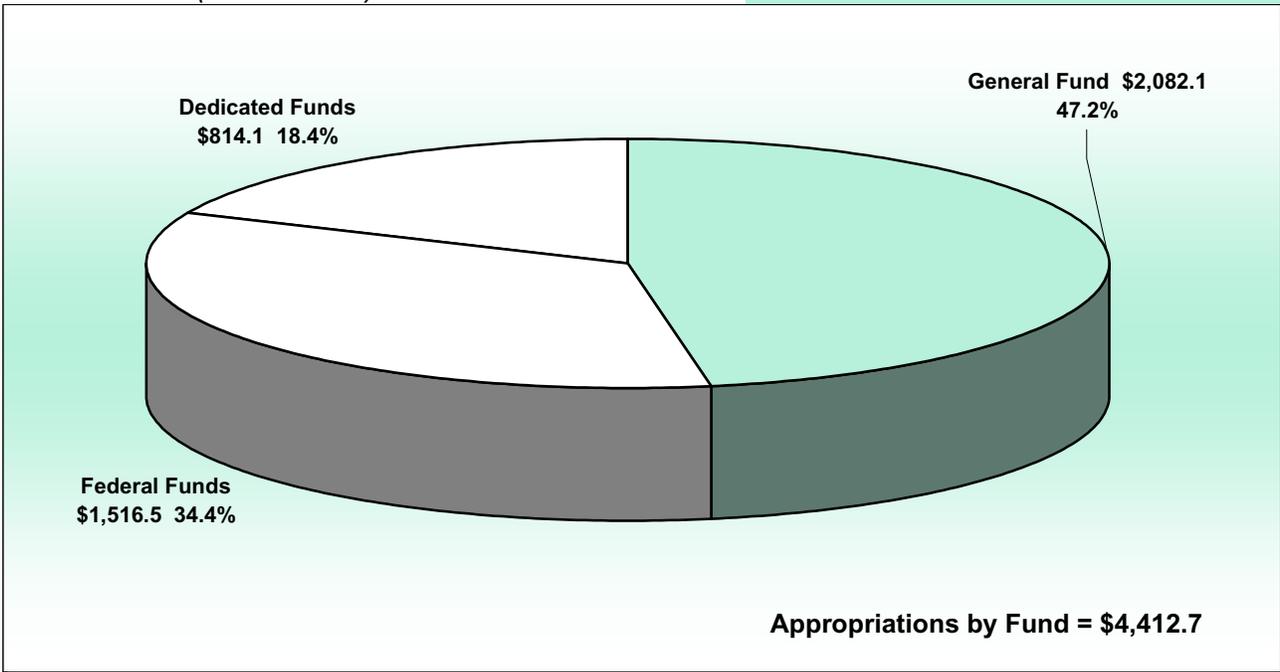


(Revenue less Appropriations = \$54.5 million)

FY 2005 All Appropriations by Fund & Function

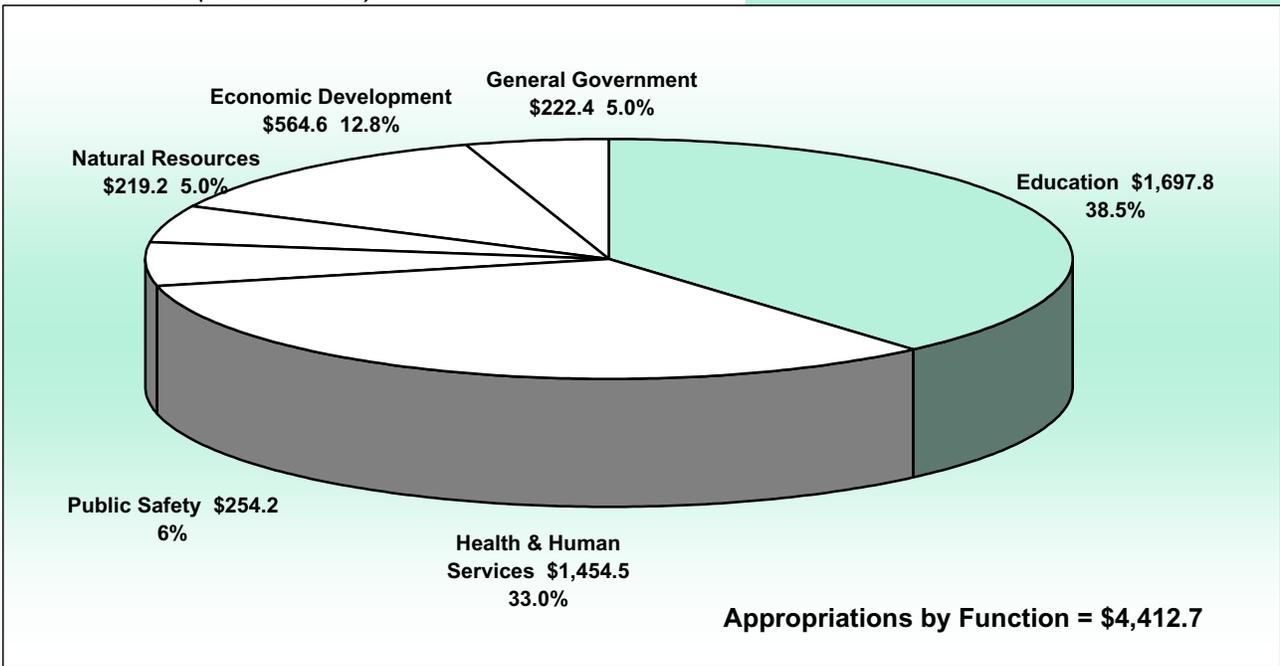
"Where the money comes from . . ."

Dollars In Millions (Percent of Total)



"Where the money goes . . ."

Dollars In Millions (Percent of Total)



FY 2006 Agency Request by Decision Unit

Decision Unit	FTP	Gen	Ded	Fed	Total
FY 2005 Original Appropriation	16,645.41	2,082,138,300	814,055,600	1,516,519,400	4,412,713,300
Reappropriations	0.00	1,820,700	122,678,100	106,342,900	230,841,700
HB 805 One-time 1% Salary Increase	0.00	5,001,000	2,626,500	1,172,300	8,799,800
Supplementals by Functional Area					
Education	9.75	1,732,000	0	0	1,732,000
Health and Human Services	89.00	20,622,600	13,337,200	46,536,300	80,496,100
Public Safety	33.00	5,402,300	207,600	0	5,609,900
Economic Development	0.00	845,200	245,900	0	1,091,100
General Government	0.00	(41,100)	36,300	0	(4,800)
Governor's Rescission	0.00	0	0	0	0
Deficiency Warrants and Transfers Out	0.00	6,400,900	0	0	6,400,900
Other Approp Adjustments	0.00	(6,400,900)	20,440,000	0	14,039,100
FY 2005 Total Appropriation	16,777.16	2,117,521,000	973,627,200	1,670,570,900	4,761,719,100
Non-Cognizable Funds and Transfers	34.17	0	17,721,600	39,067,800	56,789,400
Expenditure Adjustments	0.00	0	(2,437,800)	0	(2,437,800)
FY 2005 Estimated Expenditures	16,811.33	2,117,521,000	988,911,000	1,709,638,700	4,816,070,700
Base Adjustments	0.00	(172,000)	1,618,100	(5,856,100)	(4,410,000)
Removal of One-Time Expenditures	(13.45)	(16,345,700)	(224,246,000)	(164,247,000)	(404,838,700)
FY 2006 Base	16,797.88	2,101,003,300	766,283,100	1,539,535,600	4,406,822,000
Benefit Costs	0.00	12,894,500	4,907,700	2,421,100	20,223,300
Inflationary Adjustments	0.00	33,449,900	2,746,500	72,844,500	109,040,900
Replacement Items	0.00	10,718,400	45,923,400	2,365,800	59,007,600
Nonstandard Adjustments	43.92	36,389,400	8,513,800	22,880,700	67,783,900
Annualizations	20.00	1,491,700	1,846,400	552,900	3,891,000
Change in Employee Compensation	0.00	5,133,400	2,757,100	1,213,900	9,104,400
27th Payroll	0.00	15,309,100	9,624,400	4,579,900	29,513,400
Public School Base Salary Increase	0.00	8,145,900	0	0	8,145,900
Fund Shifts	0.00	20,556,700	(12,043,100)	(8,513,600)	0
FY 2006 Program Maintenance	16,861.80	2,245,092,300	830,559,300	1,637,880,800	4,713,532,400
Enhancements by Functional Area					
Education	79.12	55,593,000	25,000	1,704,700	57,322,700
Health and Human Services	120.50	6,248,200	844,600	6,077,600	13,170,400
Public Safety	70.60	5,367,300	2,339,700	419,300	8,126,300
Natural Resources	18.00	7,994,400	3,692,800	6,096,200	17,783,400
Economic Development	44.55	2,000,000	10,517,100	36,855,900	49,373,000
General Government	22.50	8,486,500	11,778,500	5,203,600	25,468,600
Capital Budget M & O	0.00	817,000	0	0	817,000
FY 2006 Total	17,217.07	2,331,598,700	859,757,000	1,694,238,100	4,885,593,800
Percent Change from Orig. Appropriation	3.4%	12.0%	5.6%	11.7%	10.7%
Percent Change from Total Appropriation	2.6%	10.1%	(11.7%)	1.4%	2.6%

FY 2006 Total Agency Request

	FTP	Pers Costs	Oper Exp	Cap Out	T/B Pymts	Lump Sum	Total
General	8,582.48	285,865,700	132,195,100	3,234,500	455,240,200	1,406,835,100	2,283,370,600
OT	0.00	10,124,400	4,074,300	17,331,300	210,000	16,488,100	48,228,100
Fund Total:	8,582.48	295,990,100	136,269,400	20,565,800	455,450,200	1,423,323,200	2,331,598,700
Dedicated	7,228.10	255,975,700	162,243,200	69,151,900	123,448,600	184,941,900	795,761,300
OT	1.85	8,257,800	844,400	47,885,200	1,461,600	5,546,700	63,995,700
Fund Total:	7,229.95	264,233,500	163,087,600	117,037,100	124,910,200	190,488,600	859,757,000
Federal	1,404.64	159,122,800	140,888,200	212,825,900	987,523,500	179,897,800	1,680,258,200
OT	0.00	4,390,800	478,600	3,748,000	5,200,000	162,500	13,979,900
Fund Total:	1,404.64	163,513,600	141,366,800	216,573,900	992,723,500	180,060,300	1,694,238,100
Total:	17,217.07	723,737,200	440,723,800	354,176,800	1,573,083,900	1,793,872,100	4,885,593,800

FY 2006 Governor's Rec by Decision Unit

Decision Unit	FTP	Gen	Ded	Fed	Total		
FY 2005 Original Appropriation	16,645.41	2,082,138,300	814,055,600	1,516,519,400	4,412,713,300		
Reappropriations	0.00	1,820,700	122,678,100	106,342,900	230,841,700		
HB 805 One-time 1% Salary Increase	0.00	5,001,000	2,626,500	1,172,300	8,799,800		
Supplementals by Functional Area							
Education	9.25	993,100	0	0	993,100		
Health and Human Services	89.00	20,622,600	13,337,200	46,536,300	80,496,100		
Public Safety	32.00	5,349,500	207,600	0	5,557,100		
Economic Development	0.00	845,200	243,800	0	1,089,000		
General Government	0.00	(41,100)	702,300	0	661,200		
Governor's Rescission	0.00	(2,124,300)	(2,365,500)	(439,400)	(4,929,200)		
Deficiency Warrants and Transfers Out	0.00	4,800,900	0	0	4,800,900		
Other Approp Adjustments	0.00	(4,800,900)	20,440,000	0	15,639,100		
FY 2005 Total Appropriation	16,775.66	2,114,605,000	971,925,600	1,670,131,500	4,756,662,100		
Non-Cognizable Funds and Transfers	42.17	0	18,369,300	39,275,200	57,644,500		
Expenditure Adjustments	0.00	0	(2,437,800)	0	(2,437,800)		
FY 2005 Estimated Expenditures	16,817.83	2,114,605,000	987,857,100	1,709,406,700	4,811,868,800		
Base Adjustments	(10.00)	269,600	3,484,600	(5,621,700)	(1,867,500)		
Removal of One-Time Expenditures	(13.45)	(15,880,100)	(224,670,300)	(164,127,600)	(404,678,000)		
FY 2006 Base	16,794.38	2,098,994,500	766,671,400	1,539,657,400	4,405,323,300		
Benefit Costs	0.00	6,739,400	3,801,100	1,874,900	12,415,400		
Inflationary Adjustments	0.00	11,711,100	174,200	27,197,400	39,082,700		
Replacement Items	0.00	3,329,700	51,460,900	1,755,200	56,545,800		
Nonstandard Adjustments	23.29	29,204,000	6,635,200	22,879,500	58,718,700		
Annualizations	20.00	1,245,200	1,846,400	399,600	3,491,200		
Change in Employee Compensation	0.00	5,135,000	2,759,200	1,214,600	9,108,800		
27th Payroll	0.00	15,315,000	9,632,200	4,582,800	29,530,000		
Public School Base Salary Increase	0.00	8,007,400	0	0	8,007,400		
Fund Shifts	0.00	12,028,000	(9,451,000)	(8,470,700)	(5,893,700)		
FY 2006 Program Maintenance	16,837.67	2,191,709,300	833,529,600	1,591,090,700	4,616,329,600		
Enhancements by Functional Area							
Education	4.00	15,867,900	25,000	1,704,700	17,597,600		
Health and Human Services	80.50	4,870,900	844,600	4,702,800	10,418,300		
Public Safety	70.60	4,596,700	2,339,700	419,300	7,355,700		
Natural Resources	14.00	517,900	2,911,600	6,119,200	9,548,700		
Economic Development	44.30	2,020,800	11,169,500	37,000,800	50,191,100		
General Government	11.00	2,046,000	25,106,100	5,191,400	32,343,500		
Capital Budget M & O	0.00	752,100	0	0	752,100		
FY 2006 Total	17,062.07	2,222,381,600	875,926,100	1,646,228,900	4,744,536,600		
Percent Change from Orig. Appropriation	2.5%	6.7%	7.6%	8.6%	7.5%		
Percent Change from Total Appropriation	1.7%	5.1%	(9.9%)	(1.4%)	(0.3%)		
FY 2006 Total Recommendation							
	FTP	Pers Costs	Oper Exp	Cap Out	T/B Pymts	Lump Sum	Total
General	8,462.73	287,594,900	129,303,800	3,184,500	433,090,800	1,337,160,700	2,190,334,700
OT	0.00	10,363,400	1,749,400	4,620,500	53,600	15,260,000	32,046,900
Fund Total:	8,462.73	297,958,300	131,053,200	7,805,000	433,144,400	1,352,420,700	2,222,381,600
Dedicated	7,191.41	254,889,300	164,941,500	79,466,400	123,205,100	184,324,100	806,826,400
OT	1.85	8,308,600	805,300	53,219,000	929,300	5,837,500	69,099,700
Fund Total:	7,193.26	263,197,900	165,746,800	132,685,400	124,134,400	190,161,600	875,926,100
Federal	1,406.08	157,770,000	139,220,800	212,970,800	942,887,900	179,698,400	1,632,547,900
OT	0.00	4,390,800	332,100	3,283,900	5,511,700	162,500	13,681,000
Fund Total:	1,406.08	162,160,800	139,552,900	216,254,700	948,399,600	179,860,900	1,646,228,900
Total:	17,062.07	723,317,000	436,352,900	356,745,100	1,505,678,400	1,722,443,200	4,744,536,600

FY 2005 Deficiency Warrants And Supplemental Requests

Func Area/Dept/Div	Request			Gov's Rec		
	FTP	General	Total	FTP	General	Total
Part A: Deficiency Warrants						
Natural Resources						
Board of Land Commissioners						
Department of Lands						
1. Fire Suppression Deficiency Warrant	0.00	6,000,000	6,000,000	0.00	4,400,000	4,400,000
Economic Development						
Department of Agriculture						
2. Pest Deficiency Warrants	0.00	259,300	259,300	0.00	259,300	259,300
General Government						
Executive Office of the Governor						
Military Division						
3. HazMat Deficiency Warrant	0.00	141,600	141,600	0.00	141,600	141,600
Total:	0.00	6,400,900	6,400,900	0.00	4,800,900	4,800,900
Part B: Supplementals						
Education						
State Board of Education						
College and Universities						
1. Occupancy Costs	7.75	1,649,100	1,649,100	7.25	993,100	993,100
Vocational Rehabilitation						
2. Administrative Costs to Set Up Progr	2.00	82,900	82,900	2.00	0	0
Health and Human Services						
Medically Indigent Health Care						
3. CAT Fund Shortfall	0.00	1,700,000	1,700,000	0.00	1,700,000	1,700,000
Department of Health and Welfare						
Family and Community Services						
4. Child Protection Workers & Services	15.00	2,806,900	3,513,900	15.00	2,806,900	3,513,900
5. Access to Substance Abuse Services	3.00	0	7,592,000	3.00	0	7,592,000
6. IT Contractor Savings	0.00	(168,500)	(269,700)	0.00	(168,500)	(269,700)
Independent Councils						
7. Increased Workload	1.00	0	572,600	1.00	0	572,600
Indirect Support Services						
8. IT Contractors to State Staff	21.00	484,600	881,100	21.00	484,600	881,100
9. IT Contractors - Savings Generated	0.00	(80,800)	(161,500)	0.00	(80,800)	(161,500)
Medical Assistance Services						
10. Medicaid Use Increases	0.00	15,457,900	65,719,900	0.00	15,457,900	65,719,900
11. Medicaid Buy-In for Disabled	3.00	0	102,800	3.00	0	102,800
12. Adult Access Card Program	3.00	0	124,700	3.00	0	124,700
Public Health Services						
13. IT Contractor Savings	0.00	(40,400)	(161,500)	0.00	(40,400)	(161,500)
Division of Welfare						
14. Growth in Eligibility for Programs	43.00	661,200	1,322,400	43.00	661,200	1,322,400
15. IT Contractors Savings	0.00	(198,300)	(440,600)	0.00	(198,300)	(440,600)
Public Safety						
Department of Correction						
Support Division						
16. Medical Costs for New Beds	0.00	964,700	964,700	0.00	964,700	964,700
Operations Division						
17. County & Contract Beds	0.00	2,679,200	2,679,200	0.00	2,679,200	2,679,200

FY 2005 Deficiency Warrants And Supplemental Requests

Func Area/Dept/Div	Request			Gov's Rec		
	FTP	General	Total	FTP	General	Total
18. ISCI Inmate Population Growth	10.00	599,000	599,000	9.00	546,200	546,200
19. ICIO Inmate Population Growth	0.00	62,900	62,900	0.00	62,900	62,900
20. NICI Inmate Population Growth	1.00	53,700	161,300	1.00	53,700	161,300
21. SICI Population Growth -Tents	2.00	66,500	66,500	2.00	66,500	66,500
22. SICI Population Growth - Annex	14.00	452,000	552,000	14.00	452,000	552,000
23. SAWC Inmate Population Growth	5.00	314,900	314,900	5.00	314,900	314,900
24. PWCC Inmate Population Growth	1.00	84,400	84,400	1.00	84,400	84,400
Department of Juvenile Corrections						
25. Jeff D. Lawsuit Costs	0.00	125,000	125,000	0.00	125,000	125,000
Natural Resources						
Department of Water Resources						
26. Energy Program Fund Shift	0.00	0	0	0.00	0	0
Economic Development						
Department of Agriculture						
Soil Conservation Commission						
27. Upgrade Loan Software	0.00	0	22,000	0.00	0	22,000
Industrial Commission						
28. Commissioners' Salary	0.00	0	5,700	0.00	0	5,700
Public Utilities Commission						
29. HB 802--Commissioner Salaries	0.00	0	5,900	0.00	0	5,900
Self-Governing Agencies						
General Boards						
30. Examiners Supplemental	0.00	11,500	11,500	0.00	11,500	11,500
Medical Boards						
31. Hearing Costs	0.00	0	5,800	0.00	0	3,700
Regulatory Boards						
32. LAN connections	0.00	0	6,500	0.00	0	6,500
State Appellate Public Defender						
33. Mitigation & Investigation	0.00	833,700	833,700	0.00	833,700	833,700
Division of Veterans Services						
34. Medical Supplies & Equipment	0.00	0	200,000	0.00	0	200,000
General Government						
State Controller						
35. Business Intelligence	0.00	0	0	0.00	0	666,000
Department of Revenue and Taxation						
State Tax Commission						
36. Commissioner Salaries	0.00	6,800	6,800	0.00	6,800	6,800
37. Cost Allocation Adjustments	0.00	(47,900)	(11,600)	0.00	(47,900)	(11,600)
Total:	131.75	28,561,000	88,924,300	130.25	27,769,300	88,796,500
Grand Total:	131.75	34,961,900	95,325,200	130.25	32,570,200	93,597,400

General Fund Request Comparison by Agency

	FY 2005 Approp	FY 2006 Request	Amount Change	Percent Change
1 Education				
Public School Support	964,706,500	1,049,708,300	85,001,800	8.8%
Agricultural Research and Extension Service	24,679,100	26,117,100	1,438,000	5.8%
College and Universities	223,366,200	245,134,200	21,768,000	9.7%
Community Colleges	19,755,400	22,139,000	2,383,600	12.1%
Deaf and Blind, Idaho School for the	7,449,300	8,462,600	1,013,300	13.6%
Education, Office of the State Board of	4,097,100	5,021,000	923,900	22.6%
Health Education Programs	7,846,100	8,641,900	795,800	10.1%
Historical Society	1,961,600	3,162,100	1,200,500	61.2%
Library, State	2,537,100	2,828,700	291,600	11.5%
Professional-Technical Education	45,691,600	52,164,700	6,473,100	14.2%
Public Broadcasting System, Educational	1,586,700	2,889,800	1,303,100	82.1%
Special Programs	9,717,600	9,934,300	216,700	2.2%
Superintendent of Public Instruction	5,211,000	5,412,000	201,000	3.9%
Vocational Rehabilitation	7,738,600	7,932,300	193,700	2.5%
Total Education	1,326,343,900	1,449,548,000	123,204,100	9.3%
2 Health and Human Services				
Medically Indigent Health Care	12,160,500	13,010,400	849,900	7.0%
Health and Welfare, Department of	407,551,900	482,251,400	74,699,500	18.3%
Independent Living Council, State	0	71,300	71,300	
Public Health Districts	9,488,400	10,087,700	599,300	6.3%
Total Health and Human Services	429,200,800	505,420,800	76,220,000	17.8%
3 Public Safety				
Correction, Department of	110,511,000	126,056,100	15,545,100	14.1%
Judicial Branch	25,182,500	26,029,100	846,600	3.4%
Juvenile Corrections, Department of	32,273,100	34,200,400	1,927,300	6.0%
Police, Idaho State	16,419,000	19,862,600	3,443,600	21.0%
Total Public Safety	184,385,600	206,148,200	21,762,600	11.8%
4 Natural Resources				
Environmental Quality, Department of	15,146,000	16,325,900	1,179,900	7.8%
Fish and Game, Department of	0	0	0	
Land, Board of Commissioners	4,809,800	5,012,100	202,300	4.2%
Parks and Recreation, Department of	6,819,300	15,273,200	8,453,900	124.0%
Water Resources, Department of	10,514,000	12,156,100	1,642,100	15.6%
Total Natural Resources	37,289,100	48,767,300	11,478,200	30.8%
5 Economic Development				
Agriculture, Department of	9,497,600	10,627,700	1,130,100	11.9%
Commerce and Labor, Department of	7,877,100	8,750,900	873,800	11.1%
Finance, Department of	0	0	0	
Industrial Commission	0	0	0	
Insurance, Department of	0	0	0	
Public Utilities Commission	0	0	0	
Self-Governing Agencies	3,443,900	4,907,500	1,463,600	42.5%
Transportation Department, Idaho	0	0	0	
Total Economic Development	20,818,600	24,286,100	3,467,500	16.7%
6 General Government				
Administration, Department of	8,887,900	11,107,800	2,219,900	25.0%
Building Fund Advisory Council	0	0	0	
Attorney General	15,042,200	18,352,600	3,310,400	22.0%
Controller, State	5,113,400	5,546,100	432,700	8.5%
Governor, Executive Office of the	16,245,300	19,569,300	3,324,000	20.5%
Legislative Branch	10,259,100	10,626,100	367,000	3.6%
Lieutenant Governor	117,800	122,700	4,900	4.2%
Revenue and Taxation, Department of	24,847,100	28,598,900	3,751,800	15.1%
Secretary of State	2,338,200	2,205,800	(132,400)	(5.7%)
Treasurer, State	1,249,300	1,299,000	49,700	4.0%
Total General Government	84,100,300	97,428,300	13,328,000	15.8%
Statewide Total	2,082,138,300	2,331,598,700	249,460,400	12.0%

General Fund Recommendation Comparison by Agency

	FY 2005 Approp	FY 2006 Gov's Rec	Amount Change	Percent Change
1 Education				
Public School Support	964,706,500	999,069,400	34,362,900	3.6%
Agricultural Research and Extension Service	24,679,100	25,985,800	1,306,700	5.3%
College and Universities	223,366,200	237,748,300	14,382,100	6.4%
Community Colleges	19,755,400	20,730,700	975,300	4.9%
Deaf and Blind, Idaho School for the	7,449,300	7,966,200	516,900	6.9%
Education, Office of the State Board of	4,097,100	4,968,800	871,700	21.3%
Health Education Programs	7,846,100	8,630,200	784,100	10.0%
Historical Society	1,961,600	2,819,100	857,500	43.7%
Library, State	2,537,100	2,786,100	249,000	9.8%
Professional-Technical Education	45,691,600	48,458,900	2,767,300	6.1%
Public Broadcasting System, Educational	1,586,700	2,882,200	1,295,500	81.6%
Special Programs	9,717,600	9,829,600	112,000	1.2%
Superintendent of Public Instruction	5,211,000	5,369,200	158,200	3.0%
Vocational Rehabilitation	7,738,600	7,799,500	60,900	0.8%
Total Education	1,326,343,900	1,385,044,000	58,700,100	4.4%
2 Health and Human Services				
Medically Indigent Health Care	12,160,500	13,010,400	849,900	7.0%
Health and Welfare, Department of	407,551,900	460,064,000	52,512,100	12.9%
Independent Living Council, State	0	120,100	120,100	
Public Health Districts	9,488,400	10,040,900	552,500	5.8%
Total Health and Human Services	429,200,800	483,235,400	54,034,600	12.6%
3 Public Safety				
Correction, Department of	110,511,000	123,919,800	13,408,800	12.1%
Judicial Branch	25,182,500	26,029,100	846,600	3.4%
Juvenile Corrections, Department of	32,273,100	33,606,700	1,333,600	4.1%
Police, Idaho State	16,419,000	17,868,600	1,449,600	8.8%
Total Public Safety	184,385,600	201,424,200	17,038,600	9.2%
4 Natural Resources				
Environmental Quality, Department of	15,146,000	15,967,800	821,800	5.4%
Fish and Game, Department of	0	0	0	
Land, Board of Commissioners	4,809,800	4,913,900	104,100	2.2%
Parks and Recreation, Department of	6,819,300	7,218,600	399,300	5.9%
Water Resources, Department of	10,514,000	11,543,600	1,029,600	9.8%
Total Natural Resources	37,289,100	39,643,900	2,354,800	6.3%
5 Economic Development				
Agriculture, Department of	9,497,600	9,940,600	443,000	4.7%
Commerce and Labor, Department of	7,877,100	8,978,800	1,101,700	14.0%
Finance, Department of	0	0	0	
Industrial Commission	0	0	0	
Insurance, Department of	0	0	0	
Public Utilities Commission	0	0	0	
Self-Governing Agencies	3,443,900	4,894,400	1,450,500	42.1%
Transportation Department, Idaho	0	0	0	
Total Economic Development	20,818,600	23,813,800	2,995,200	14.4%
6 General Government				
Administration, Department of	8,887,900	9,953,700	1,065,800	12.0%
Building Fund Advisory Council	0	0	0	
Attorney General	15,042,200	15,778,400	736,200	4.9%
Controller, State	5,113,400	5,277,500	164,100	3.2%
Governor, Executive Office of the	16,245,300	17,826,700	1,581,400	9.7%
Legislative Branch	10,259,100	10,626,100	367,000	3.6%
Lieutenant Governor	117,800	122,000	4,200	3.6%
Revenue and Taxation, Department of	24,847,100	26,253,500	1,406,400	5.7%
Secretary of State	2,338,200	2,120,100	(218,100)	(9.3%)
Treasurer, State	1,249,300	1,262,300	13,000	1.0%
Total General Government	84,100,300	89,220,300	5,120,000	6.1%
Statewide Total	2,082,138,300	2,222,381,600	140,243,300	6.7%

All Funds Request Comparison by Agency

	FY 2005 Approp	FY 2006 Request	Amount Change	Percent Change
1 Education				
Public School Support	1,165,594,300	1,255,328,000	89,733,700	7.7%
Agricultural Research and Extension Service	29,596,600	31,034,600	1,438,000	4.9%
College and Universities	341,294,500	365,358,900	24,064,400	7.1%
Community Colleges	20,055,400	22,439,000	2,383,600	11.9%
Deaf and Blind, Idaho School for the	7,818,000	8,825,500	1,007,500	12.9%
Education, Office of the State Board of	9,460,800	12,174,800	2,714,000	28.7%
Health Education Programs	8,162,700	8,984,300	821,600	10.1%
Historical Society	3,746,300	5,048,800	1,302,500	34.8%
Library, State	3,972,500	4,403,400	430,900	10.8%
Professional-Technical Education	53,820,400	60,364,900	6,544,500	12.2%
Public Broadcasting System, Educational	2,441,300	3,801,100	1,359,800	55.7%
Special Programs	10,157,600	10,520,700	363,100	3.6%
Superintendent of Public Instruction	19,406,400	17,166,100	(2,240,300)	(11.5%)
Vocational Rehabilitation	22,233,600	23,241,900	1,008,300	4.5%
Total Education	1,697,760,400	1,828,692,000	130,931,600	7.7%
2 Health and Human Services				
Medically Indigent Health Care	12,660,500	13,010,400	349,900	2.8%
Health and Welfare, Department of	1,431,833,800	1,642,867,500	211,033,700	14.7%
Independent Living Council, State	0	294,800	294,800	
Public Health Districts	10,003,400	10,087,700	84,300	0.8%
Total Health and Human Services	1,454,497,700	1,666,260,400	211,762,700	14.6%
3 Public Safety				
Correction, Department of	127,305,700	143,347,900	16,042,200	12.6%
Judicial Branch	30,626,300	31,491,500	865,200	2.8%
Juvenile Corrections, Department of	44,785,400	45,772,100	986,700	2.2%
Police, Idaho State	51,509,100	56,191,400	4,682,300	9.1%
Total Public Safety	254,226,500	276,802,900	22,576,400	8.9%
4 Natural Resources				
Environmental Quality, Department of	49,556,400	53,904,100	4,347,700	8.8%
Fish and Game, Department of	75,456,700	78,092,000	2,635,300	3.5%
Land, Board of Commissioners	37,287,900	39,516,000	2,228,100	6.0%
Parks and Recreation, Department of	35,393,900	43,796,400	8,402,500	23.7%
Water Resources, Department of	21,475,800	22,643,700	1,167,900	5.4%
Total Natural Resources	219,170,700	237,952,200	18,781,500	8.6%
5 Economic Development				
Agriculture, Department of	31,227,900	36,770,300	5,542,400	17.7%
Commerce and Labor, Department of	30,853,900	31,971,500	1,117,600	3.6%
Finance, Department of	3,637,100	4,479,900	842,800	23.2%
Industrial Commission	13,818,100	14,378,500	560,400	4.1%
Insurance, Department of	6,251,200	6,972,600	721,400	11.5%
Public Utilities Commission	4,581,900	4,749,300	167,400	3.7%
Self-Governing Agencies	48,318,500	52,517,500	4,199,000	8.7%
Transportation Department, Idaho	425,910,300	478,265,900	52,355,600	12.3%
Total Economic Development	564,598,900	630,105,500	65,506,600	11.6%
6 General Government				
Administration, Department of	39,065,700	39,146,500	80,800	0.2%
Building Fund Advisory Council	21,337,700	22,650,000	1,312,300	6.2%
Attorney General	15,194,300	18,509,100	3,314,800	21.8%
Controller, State	11,070,600	11,944,800	874,200	7.9%
Governor, Executive Office of the	89,227,200	99,257,200	10,030,000	11.2%
Legislative Branch	11,431,900	11,876,400	444,500	3.9%
Lieutenant Governor	117,800	122,700	4,900	4.2%
Revenue and Taxation, Department of	30,700,400	35,404,600	4,704,200	15.3%
Secretary of State	2,338,200	2,205,800	(132,400)	(5.7%)
Treasurer, State	1,975,300	4,663,700	2,688,400	136.1%
Total General Government	222,459,100	245,780,800	23,321,700	10.5%
Statewide Total	4,412,713,300	4,885,593,800	472,880,500	10.7%

All Funds Recommendation Comparison by Agency

	FY 2005 Approp	FY 2006 Gov's Rec	Amount Change	Percent Change
1 Education				
Public School Support	1,165,594,300	1,204,689,100	39,094,800	3.4%
Agricultural Research and Extension Service	29,596,600	30,903,300	1,306,700	4.4%
College and Universities	341,294,500	357,973,000	16,678,500	4.9%
Community Colleges	20,055,400	21,030,700	975,300	4.9%
Deaf and Blind, Idaho School for the	7,818,000	8,324,900	506,900	6.5%
Education, Office of the State Board of	9,460,800	12,056,800	2,596,000	27.4%
Health Education Programs	8,162,700	8,975,700	813,000	10.0%
Historical Society	3,746,300	4,691,900	945,600	25.2%
Library, State	3,972,500	4,346,200	373,700	9.4%
Professional-Technical Education	53,820,400	57,134,000	3,313,600	6.2%
Public Broadcasting System, Educational	2,441,300	3,789,800	1,348,500	55.2%
Special Programs	10,157,600	10,413,600	256,000	2.5%
Superintendent of Public Instruction	19,406,400	17,017,000	(2,389,400)	(12.3%)
Vocational Rehabilitation	22,233,600	22,629,000	395,400	1.8%
Total Education	1,697,760,400	1,763,975,000	66,214,600	3.9%
2 Health and Human Services				
Medically Indigent Health Care	12,660,500	13,010,400	349,900	2.8%
Health and Welfare, Department of	1,431,833,800	1,574,552,000	142,718,200	10.0%
Independent Living Council, State	0	291,600	291,600	
Public Health Districts	10,003,400	10,040,900	37,500	0.4%
Total Health and Human Services	1,454,497,700	1,597,894,900	143,397,200	9.9%
3 Public Safety				
Correction, Department of	127,305,700	141,200,600	13,894,900	10.9%
Judicial Branch	30,626,300	31,491,500	865,200	2.8%
Juvenile Corrections, Department of	44,785,400	45,123,500	338,100	0.8%
Police, Idaho State	51,509,100	54,665,800	3,156,700	6.1%
Total Public Safety	254,226,500	272,481,400	18,254,900	7.2%
4 Natural Resources				
Environmental Quality, Department of	49,556,400	53,258,300	3,701,900	7.5%
Fish and Game, Department of	75,456,700	75,465,000	8,300	0.0%
Land, Board of Commissioners	37,287,900	39,155,000	1,867,100	5.0%
Parks and Recreation, Department of	35,393,900	35,625,900	232,000	0.7%
Water Resources, Department of	21,475,800	22,391,400	915,600	4.3%
Total Natural Resources	219,170,700	225,895,600	6,724,900	3.1%
5 Economic Development				
Agriculture, Department of	31,227,900	35,976,700	4,748,800	15.2%
Commerce and Labor, Department of	30,853,900	31,915,100	1,061,200	3.4%
Finance, Department of	3,637,100	4,462,200	825,100	22.7%
Industrial Commission	13,818,100	14,316,700	498,600	3.6%
Insurance, Department of	6,251,200	7,050,000	798,800	12.8%
Public Utilities Commission	4,581,900	4,733,900	152,000	3.3%
Self-Governing Agencies	48,318,500	52,117,100	3,798,600	7.9%
Transportation Department, Idaho	425,910,300	477,830,200	51,919,900	12.2%
Total Economic Development	564,598,900	628,401,900	63,803,000	11.3%
6 General Government				
Administration, Department of	39,065,700	45,498,500	6,432,800	16.5%
Building Fund Advisory Council	21,337,700	35,203,200	13,865,500	65.0%
Attorney General	15,194,300	15,933,800	739,500	4.9%
Controller, State	11,070,600	11,466,300	395,700	3.6%
Governor, Executive Office of the	89,227,200	96,849,800	7,622,600	8.5%
Legislative Branch	11,431,900	11,876,400	444,500	3.9%
Lieutenant Governor	117,800	122,000	4,200	3.6%
Revenue and Taxation, Department of	30,700,400	33,033,800	2,333,400	7.6%
Secretary of State	2,338,200	2,120,100	(218,100)	(9.3%)
Treasurer, State	1,975,300	3,783,900	1,808,600	91.6%
Total General Government	222,459,100	255,887,800	33,428,700	15.0%
Statewide Total	4,412,713,300	4,744,536,600	331,823,300	7.5%

General Fund Three-Year Summary by Agency

	FY 2004 Total Approp	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov's Rec
1 Education					
Public School Support	943,000,800	943,000,800	964,706,500	1,049,708,300	999,069,400
Agricultural Research and Extension Service	23,816,600	23,816,700	24,679,100	26,117,100	25,985,800
College and Universities	218,005,300	217,953,500	223,366,200	245,134,200	237,748,300
Community Colleges	19,223,900	19,223,900	19,755,400	22,139,000	20,730,700
Deaf and Blind, Idaho School for the	7,183,600	7,187,000	7,449,300	8,462,600	7,966,200
Education, Office of the State Board of	3,574,300	3,287,500	4,097,100	5,021,000	4,968,800
Health Education Programs	7,541,400	7,519,500	7,846,100	8,641,900	8,630,200
Historical Society	1,923,700	1,923,700	1,961,600	3,162,100	2,819,100
Library, State	2,418,600	2,418,600	2,537,100	2,828,700	2,786,100
Professional-Technical Education	44,233,200	44,144,900	45,691,600	52,164,700	48,458,900
Public Broadcasting System, Educational	1,528,200	1,528,200	1,586,700	2,889,800	2,882,200
Special Programs	9,628,300	9,140,000	9,717,600	9,934,300	9,829,600
Superintendent of Public Instruction	5,130,900	5,130,900	5,211,000	5,412,000	5,369,200
Vocational Rehabilitation	3,673,000	3,673,000	7,738,600	7,932,300	7,799,500
Total Education	1,290,881,800	1,289,948,200	1,326,343,900	1,449,548,000	1,385,044,000
2 Health and Human Services					
Medically Indigent Health Care	12,126,700	12,126,700	12,160,500	13,010,400	13,010,400
Health and Welfare, Department of	360,810,800	360,386,900	407,551,900	482,251,400	460,064,000
Independent Living Council, State	0	0	0	71,300	120,100
Public Health Districts	9,166,300	9,166,300	9,488,400	10,087,700	10,040,900
Total Health and Human Services	382,103,800	381,679,900	429,200,800	505,420,800	483,235,400
3 Public Safety					
Correction, Department of	108,000,000	107,650,800	110,511,000	126,056,100	123,919,800
Judicial Branch	24,474,000	24,455,100	25,182,500	26,029,100	26,029,100
Juvenile Corrections, Department of	31,853,600	31,843,900	32,273,100	34,200,400	33,606,700
Police, Idaho State	16,978,400	16,858,400	16,419,000	19,862,600	17,868,600
Total Public Safety	181,306,000	180,808,200	184,385,600	206,148,200	201,424,200
4 Natural Resources					
Environmental Quality, Department of	15,146,000	15,146,000	15,146,000	16,325,900	15,967,800
Fish and Game, Department of	0	0	0	0	0
Land, Board of Commissioners	4,773,000	4,489,500	4,809,800	5,012,100	4,913,900
Parks and Recreation, Department of	7,054,200	6,639,800	6,819,300	15,273,200	7,218,600
Water Resources, Department of	9,931,800	9,686,200	10,514,000	12,156,100	11,543,600
Total Natural Resources	36,905,000	35,961,500	37,289,100	48,767,300	39,643,900
5 Economic Development					
Agriculture, Department of	9,504,600	9,442,800	9,497,600	10,627,700	9,940,600
Commerce and Labor, Department of	6,690,200	6,687,600	7,877,100	8,750,900	8,978,800
Finance, Department of	0	0	0	0	0
Industrial Commission	0	0	0	0	0
Insurance, Department of	0	0	0	0	0
Public Utilities Commission	0	0	0	0	0
Self-Governing Agencies	3,430,200	3,392,900	3,443,900	4,907,500	4,894,400
Transportation Department, Idaho	0	0	0	0	0
Total Economic Development	19,625,000	19,523,300	20,818,600	24,286,100	23,813,800
6 General Government					
Administration, Department of	8,814,700	8,699,900	8,887,900	11,107,800	9,953,700
Building Fund Advisory Council	0	0	0	0	0
Attorney General	14,294,100	13,078,100	15,042,200	18,352,600	15,778,400
Controller, State	5,046,900	4,973,500	5,113,400	5,546,100	5,277,500
Governor, Executive Office of the	15,875,200	15,792,200	16,245,300	19,569,300	17,826,700
Legislative Branch	9,186,000	9,187,100	10,259,100	10,626,100	10,626,100
Lieutenant Governor	114,500	83,700	117,800	122,700	122,000
Revenue and Taxation, Department of	24,470,700	24,319,900	24,847,100	28,598,900	26,253,500
Secretary of State	1,983,700	1,956,900	2,338,200	2,205,800	2,120,100
Treasurer, State	1,186,900	1,186,400	1,249,300	1,299,000	1,262,300
Total General Government	80,972,700	79,277,700	84,100,300	97,428,300	89,220,300
Statewide Total	1,991,794,300	1,987,198,800	2,082,138,300	2,331,598,700	2,222,381,600

All Funds Three-Year Summary by Agency

	FY 2004 Total Approp	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov's Rec
1 Education					
Public School Support	1,152,630,800	1,152,630,800	1,165,594,300	1,255,328,000	1,204,689,100
Agricultural Research and Extension Service	29,642,900	28,035,100	29,596,600	31,034,600	30,903,300
College and Universities	359,406,000	325,614,200	341,294,500	365,358,900	357,973,000
Community Colleges	19,523,900	19,523,900	20,055,400	22,439,000	21,030,700
Deaf and Blind, Idaho School for the	8,260,800	7,609,800	7,818,000	8,825,500	8,324,900
Education, Office of the State Board of	4,442,000	5,622,900	9,460,800	12,174,800	12,056,800
Health Education Programs	8,069,600	7,746,800	8,162,700	8,984,300	8,975,700
Historical Society	3,781,300	2,930,100	3,746,300	5,048,800	4,691,900
Library, State	3,575,900	3,740,000	3,972,500	4,403,400	4,346,200
Professional-Technical Education	52,659,800	52,261,600	53,820,400	60,364,900	57,134,000
Public Broadcasting System, Educational	2,348,400	2,348,400	2,441,300	3,801,100	3,789,800
Special Programs	9,864,300	9,355,100	10,157,600	10,520,700	10,413,600
Superintendent of Public Instruction	16,414,300	20,401,500	19,406,400	17,166,100	17,017,000
Vocational Rehabilitation	17,445,300	18,128,000	22,233,600	23,241,900	22,629,000
Total Education	1,688,065,300	1,655,948,200	1,697,760,400	1,828,692,000	1,763,975,000
2 Health and Human Services					
Medically Indigent Health Care	12,961,700	14,907,300	12,660,500	13,010,400	13,010,400
Health and Welfare, Department of	1,240,873,100	1,389,325,100	1,431,833,800	1,642,867,500	1,574,552,000
Independent Living Council, State	0	0	0	294,800	291,600
Public Health Districts	9,681,300	9,679,400	10,003,400	10,087,700	10,040,900
Total Health and Human Services	1,263,516,100	1,413,911,800	1,454,497,700	1,666,260,400	1,597,894,900
3 Public Safety					
Correction, Department of	124,320,400	121,779,500	127,305,700	143,347,900	141,200,600
Judicial Branch	29,065,000	28,439,500	30,626,300	31,491,500	31,491,500
Juvenile Corrections, Department of	44,410,900	42,815,900	44,785,400	45,772,100	45,123,500
Police, Idaho State	50,279,100	48,432,600	51,509,100	56,191,400	54,665,800
Total Public Safety	248,075,400	241,467,500	254,226,500	276,802,900	272,481,400
4 Natural Resources					
Environmental Quality, Department of	41,726,800	42,712,300	49,556,400	53,904,100	53,258,300
Fish and Game, Department of	72,689,600	64,436,500	75,456,700	78,092,000	75,465,000
Land, Board of Commissioners	35,309,400	41,659,400	37,287,900	39,516,000	39,155,000
Parks and Recreation, Department of	38,150,000	25,033,100	35,393,900	43,796,400	35,625,900
Water Resources, Department of	20,526,200	17,838,100	21,475,800	22,643,700	22,391,400
Total Natural Resources	208,402,000	191,679,400	219,170,700	237,952,200	225,895,600
5 Economic Development					
Agriculture, Department of	30,657,300	26,161,300	31,227,900	36,770,300	35,976,700
Commerce and Labor, Department of	29,309,800	23,649,000	30,853,900	31,971,500	31,915,100
Finance, Department of	3,443,800	3,338,000	3,637,100	4,479,900	4,462,200
Industrial Commission	13,120,400	10,920,300	13,818,100	14,378,500	14,316,700
Insurance, Department of	6,028,900	5,721,200	6,251,200	6,972,600	7,050,000
Public Utilities Commission	4,581,800	4,110,800	4,581,900	4,749,300	4,733,900
Self-Governing Agencies	45,233,900	48,044,000	48,318,500	52,517,500	52,117,100
Transportation Department, Idaho	572,050,300	421,599,400	425,910,300	478,265,900	477,830,200
Total Economic Development	704,426,200	543,544,000	564,598,900	630,105,500	628,401,900
6 General Government					
Administration, Department of	60,344,200	27,958,600	39,065,700	39,146,500	45,498,500
Building Fund Advisory Council	28,993,400	14,232,600	21,337,700	22,650,000	35,203,200
Attorney General	15,074,200	13,655,200	15,194,300	18,509,100	15,933,800
Controller, State	12,620,600	11,278,000	11,070,600	11,944,800	11,466,300
Governor, Executive Office of the	66,672,900	73,330,400	89,227,200	99,257,200	96,849,800
Legislative Branch	10,328,000	10,065,800	11,431,900	11,876,400	11,876,400
Lieutenant Governor	114,500	83,700	117,800	122,700	122,000
Revenue and Taxation, Department of	29,690,000	29,531,000	30,700,400	35,404,600	33,033,800
Secretary of State	1,983,700	1,956,900	2,338,200	2,205,800	2,120,100
Treasurer, State	1,997,300	1,968,200	1,975,300	4,663,700	3,783,900
Total General Government	227,818,800	184,060,400	222,459,100	245,780,800	255,887,800
Statewide Total	4,340,303,800	4,230,611,300	4,412,713,300	4,885,593,800	4,744,536,600

Change in Employee Compensation (CEC) Legislative History

FY 1997 to FY 2006

Idaho Code §67-5309B(d) requires the Division of Human Resources to conduct salary and benefit surveys within relevant labor markets and submit a recommendation to the Governor of proposed salary changes and their estimated costs. The Governor must submit his own recommendations to the Legislature prior to the seventh legislative day. By concurrent resolution, the Legislature may accept, modify or reject the recommendations. Failure by the Legislature to act prior to adjournment shall constitute approval of the Governor's recommendations.

FY 2006

The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended. The Division of Human Resources recommended the following: 6.7% salary increase, 10% increase for registered nurses, and 3% one-time money contingent upon year-end surplus.

FY 2005

HCR 47 was adopted by the 2004 Legislature, which provided a permanent 2% merit based salary increase. An additional one-time 1% salary increase was triggered by revenues exceeding the Governor's FY 2004 revenue estimate (H805). The resolution also provided agencies guidance on the use of one-time and ongoing salary savings to address salary increases.

FY 2004

The 2003 Legislature took no action, thereby once again adopting the Governor's recommendation by default, which was no increase in funding for employee compensation, but to allow compensation increases with agency salary savings wherever possible.

FY 2003

The 2002 Legislature took no action, thereby adopting the Governor's Recommendation by default. It provided no increase in funding for employee compensation, but allowed employee compensation increases to be made from agency salary savings.

FY 2002

Because the 2001 Legislature did not adopt a CEC resolution, the Governor's Recommendation was approved by default. It provided a 4.5% increase for all state agencies -- 3.5% to be used for performance related increases plus 1% to address agency specific compensation issues (2% for higher education faculty). CEC was budgeted at \$20.2 in General Fund money and \$37.4 million in all funds.

FY 2001

The Legislature adopted HCR 35, which was the employee compensation resolution adopted by the Joint Legislative CEC Compensation Committee. HCR 35 ratified the framework of the Governor's recommendation, which included a 5% move in the payline structure, and a 3.5% CEC, distributed based on merit. HCR 35 also included language encouraging agency directors to make special efforts for low-wage employees who are performing satisfactorily in their positions. CEC was budgeted at \$14.6 million General Fund and \$28.5 million total.

FY 2000

The 1999 Legislature took no action, and by doing so accepted the Governor's recommended 3% statewide average pay increase for state employees. The Governor's recommendation included no movement in the payline, with the full 3% CEC to be distributed on the basis of merit. CEC was budgeted at \$13.4 million General Fund and \$22.8 million total.

FY 1999

SCR 122, a product of the CEC Committee, concurred with the Governor's 5% performance-based pay raise which included a 2% payline move. Moving the payline required only about \$500,000 in General Fund money and \$800,000 in all funds. The Committee also added its own "decompression" emphasis by way of an expectation stated in the resolution that agency directors will give due consideration to employees who have been performing satisfactorily in a position for five or more years but who are below the policy pay rate within their pay grades. CEC was budgeted at \$21 million in General Fund money and \$35.5 million in all funds.

FY 1998

The CEC Committee voted to accept the Governor's recommendation of a 2% pay increase with no payline movement and individual increases to be based on performance. JFAC voted to not fund any CEC increase, but encouraged agencies to provide merit-based raises with monies available in their existing appropriation (e.g. salary savings). HCR 25 stated the Legislature's support for the Governor's CEC recommendation and authorized and encouraged agencies to provide such pay increases to the extent possible within existing appropriations. No funding was budgeted for the CEC.

FY 1997

The Joint Legislative CEC Committee voted to accept the Governor's recommended 3% increase in the average payline funded at 3% with individual pay increases to be based on performance. CEC was budgeted at \$11.0 million General Fund and \$20.5 million total.

Change in Employee Compensation (CEC) 20 Year Historical Comparison

Fiscal Year	General Fund Expenditures	% Chg	Personnel Commission*	CPI % Chg	CEC Funded
1986	\$ 580,703,000	4.3%	5.8% ¹	1.8%	0.0%
1987	\$ 622,435,100	7.2%	8.0% ¹	3.7%	0.0%
1988	\$ 658,870,000	5.9%	12.5% ¹	4.0%	4.0% ²
1989	\$ 699,236,100	6.1%	7.9% ¹	5.2%	3.0% ³
1990	\$ 784,505,700	12.2%	9.7% ¹	4.7%	5.0% ⁵
1991	\$ 911,749,600	16.2%	7.5% ¹	4.7%	5.5%
1992	\$ 996,243,100	9.3%	7.0% ¹	3.1%	4.0% ¹
1993	\$ 1,025,859,900	3.0%	3.0% ¹	3.0%	1.5% ⁴
1994	\$ 1,098,360,700	7.1%	11.0% ⁴	2.5%	2.0% ¹
1995	\$ 1,268,128,600	15.5%	8.5%	3.0%	5.4%
1996	\$ 1,337,541,800	5.5%	6.0% ⁴	2.8%	5.0% ⁴
1997	\$ 1,391,773,100	4.1%	4.6% ¹	2.3%	3.0% ⁴
1998	\$ 1,446,401,100	3.9%	5.2% ¹	1.7%	0.0%
1999	\$ 1,609,676,100	11.3%	7.7% ⁴	2.0%	5.0% ⁴
2000	\$ 1,679,768,900	4.4%	14.0% ¹	3.7%	3.0%
Average Annual Change		7.72%	7.90%	3.20%	3.09%

Fiscal Year	General Fund Expenditures	% Chg	Div. of Human Resources*	CPI % Chg	CEC Funded
2001	\$ 1,828,502,900	8.9%	0.0% ⁶	3.2%	3.5%
2002	\$ 1,979,451,500	8.3%	0.0% ⁶	1.1%	4.5%
2003	\$ 1,925,457,200	-2.7%	0.0% ⁷	2.1%	0.0%
2004	\$ 2,004,053,000	4.1%	1.0%	3.3%	0.0%
2005	\$ 2,082,138,300	3.9%	6.8%	N/A	2.0% ⁸
Average Annual Change		4.47%	1.56%	2.43%	2.00%
Cum. Ave. Annual Change		6.90%	6.31%	3.04%	2.82%

* CEC recommendation from Personnel Commission (prior to FY2001) or Division of Human Resources pursuant to Idaho Code §67-5309B(d).

¹ Reflects payline move

² Payline move was effective 9/20/87 (reducing overall cost to 3%, resulting in one-time savings)

³ Only 2/3 funded for most agencies

⁴ Includes payline move

⁵ Reflects payline move; step for step policy removed, so increases are based solely on performance.

⁶ DHR recommended a salary increase to address competitive pressures, but did not recommend a specific percentage.

⁷ No general CEC increase recommended, but recommended .5% allocation to all agencies to retain and recruit staff. An additional 2% was recommended for select jobs.

⁸ An additional one-time 1% salary increase was triggered by revenues exceeding the Governor's FY 2004 revenue estimate (H805). The CEC resolution also provided agencies guidance on the use of one-time and ongoing salary savings to address salary increases.

State Employer Paid Benefit Costs Fiscal Year 2005

FIXED BENEFITS - per eligible employee:

	Annual Cost	Monthly
Health Insurance (medical and dental)	\$6,264.00	\$522.00
Flexible Spending Account (FSA)	\$2.00	\$0.17
Group Insurance Administrative Budget	\$36.00	\$3.00
Retiree Health Insurance Subsidy	\$96.00	\$8.00
Integrated Behavioral Health Plan (IBHP)	\$95.00	\$7.92
TOTAL FIXED BENEFITS	\$6,493.00	\$541.08

VARIABLE BENEFITS - % of Gross Salary:

FICA - Social Security	6.20% (to \$88,350)
FICA - Medicare	1.45%
Unemployment Insurance (Idaho Code §72-1301)	0.36%
Life Insurance	1.10%
Retirement - regular rate (Idaho Code §59-1301)	10.39%
Other Rates: police officers and fire members 10.01%	
Unused Sick Leave (Idaho Code §67-5339)	0.65%
(benefit = 1/2 sick leave balance, up to 600 hours, multiplied by the hourly rate at retirement to purchase health insurance)	
Div. of Human Resources (Idaho Code §67-5314)	0.62%
Only agencies with classified employees pay the Div. of Human Resources rate	
Average Workers Compensation Rate (Idaho Code §41-1601)	1.21%
Workers Compensation rates vary by agency	
TOTAL VARIABLE BENEFITS	21.98% x salary

Example: Employer Paid Benefits

	<i>low end</i>	<i>middle</i>	<i>high end</i>
<i>Hourly rate</i>	\$7.80	\$16.65	\$32.18
<i>Annual Salary (hourly rate x 2080 hours)</i>	\$16,224	\$34,632	\$66,934
<i>Fixed Benefits (Health Insurance)</i>	\$6,493	\$6,493	\$6,493
<i>Variable Benefits (21.98 % x salary)</i>	\$3,566	\$7,612	\$14,712
<i>Total</i>	\$26,283	\$48,737	\$88,140
<i>Ratio of Benefits to Annual Salary</i>	62%	41%	32%

Other benefits:

- (1) Paid Holidays = 10 days (Idaho Code §67-5302(13) and §59-1607(1))

- (2) Sick Leave = 96 hours per 2080 hours or about 12 days per year. (Idaho Code §67-5333 and §59-1605)

- (3) Vacation time based on credited state service. About 12 days/year for first 5 years, 15 days/year for next 5 years, 18 days/year for next 5 years, and 21 days/year thereafter. (Idaho Code §67-5334 and §59-1606)

- (4) As part of the Gain Sharing program (whereby excess investment gains from the PERSI defined benefit fund are distributed to employees, employers, and retirees), the Choice Plan was also established as an optional defined contribution 401(k) plan open to all members who are eligible. The Choice Plan is in addition to, and separate from, the mandatory defined benefit retirement plan. (Idaho Code §59-1308) NO EMPLOYER CONTRIBUTION.

- (5) 457 deferred compensation plan offered through the Public Employee Benefit Services Corporation (PEBSCO). NO EMPLOYER CONTRIBUTION.

State Employee Paid Benefit Costs Fiscal Year 2005

MONTHLY PREMIUM RATES:

Provider	Employee Only	Employee + spouse	Employee + child	Employee and 2+ children	Employee + spouse + child	Employee + spouse & children
Blue Cross PPO*	\$23	\$59	\$38	\$53	\$72	\$80
Vision Service Plan	\$0	\$2	\$3	\$3	\$4	\$6
Delta Dental	\$4	\$25	\$21	\$33	\$37	\$43
Total	\$27	\$86	\$62	\$89	\$113	\$129

*Blue Cross traditional plan costs slightly more than PPO; over 63% of enrollees are in the PPO.

VARIABLE BENEFITS - % of Gross Salary:

FICA - Social Security	6.20%	(to \$88,350)
FICA - Medicare	1.45%	
Unemployment Insurance (Idaho Code §72-1301)	0%	
Life Insurance	optional	
Retirement - regular rate (Idaho Code §59-1301) Other Rates: police officers and fire members 7.65%	6.23%	
Unused Sick Leave (Idaho Code §67-5339)	0%	
Div. of Human Resources (Idaho Code §67-5314)	0%	
Average Workers Compensation Rate (Idaho Code §41-1601)	0%	
TOTAL	13.88%	x salary

Example: Employee Paid Benefits

(Employee, Spouse and Children Plan with vision and dental)

	<i>low end</i>	<i>middle</i>	<i>high end</i>
<i>Hourly rate</i>	\$7.80	\$16.65	\$32.18
<i>Annual Salary (hourly rate x 2080 hours)</i>	\$16,224	\$34,632	\$66,934
<i>Fixed Benefits (Health Insurance)</i>	(\$1,548)	(\$1,548)	(\$1,548)
<i>Variable Benefits (13.88% x Salary)</i>	(\$2,252)	(\$4,807)	(\$9,290)
<i>Total</i>	\$12,424	\$28,277	\$56,096
<i>Ratio of Employee Paid Benefits to Salary</i>	23%	18%	16%

SELECTED INFORMATION ON IDAHO GROUP MEDICAL/IBHP PLAN

- > FY 2005 estimated cost per employee per year:
 - \$6,205 (state contribution only)
 - \$1,548 (employee contribution for employee and family coverage)
 - \$1,038 (employee contribution for employee and spouse)
 - \$327 (employee contribution for employee coverage only)
- > FY 2004: 18,200 active employees and 23,000 dependants enrolled in Medical Plan
- > FY 2004: Cost of the active Employee Plan: \$111.4 million (state's share)

FTP All Funds Summary by Agency

	FY 2004 Actual	FY 2005 Orig App	FY 2006 Request	Chg From FY 2005 Orig	FY 2006 Gov's Rec	Chg From FY 2005
1 Education						
Public School Support	0.00	0.00	0.00	0.00	0.00	0.00
Agricultural Research and Extension Service	369.53	373.11	374.71	1.60	374.71	1.60
College and Universities	3,590.51	3,631.55	3,719.43	87.88	3,678.30	46.75
Community Colleges	0.00	0.00	0.00	0.00	0.00	0.00
Deaf and Blind, Idaho School for the	121.52	121.52	121.52	0.00	121.52	0.00
Education, Office of the State Board of	19.40	22.00	23.00	1.00	23.00	1.00
Health Education Programs	20.39	20.39	23.39	3.00	23.39	3.00
Historical Society	48.36	48.36	46.36	(2.00)	46.36	(2.00)
Library, State	41.00	41.00	41.00	0.00	41.00	0.00
Professional-Technical Education	520.69	524.90	581.93	57.03	540.81	15.91
Public Broadcasting System, Educational	35.00	33.00	33.00	0.00	33.00	0.00
Special Programs	24.80	24.80	24.80	0.00	24.80	0.00
Superintendent of Public Instruction	132.00	134.00	140.00	6.00	124.00	(10.00)
Vocational Rehabilitation	150.00	150.00	150.00	0.00	150.00	0.00
Total Education	5,073.20	5,124.63	5,279.14	154.51	5,180.89	56.26
2 Health and Human Services						
Medically Indigent Health Care	0.00	0.00	0.00	0.00	0.00	0.00
Health and Welfare, Department of	2,883.49	2,893.66	3,123.16	229.50	3,083.16	189.50
Independent Living Council, State	0.00	0.00	3.00	3.00	3.00	3.00
Public Health Districts	0.00	0.00	0.00	0.00	0.00	0.00
Total Health and Human Services	2,883.49	2,893.66	3,126.16	232.50	3,086.16	192.50
3 Public Safety						
Correction, Department of	1,417.30	1,426.80	1,518.40	91.60	1,517.40	90.60
Judicial Branch	247.00	247.00	247.00	0.00	247.00	0.00
Juvenile Corrections, Department of	343.75	344.25	344.25	0.00	344.25	0.00
Police, Idaho State	529.07	533.07	543.07	10.00	543.07	10.00
Total Public Safety	2,537.12	2,551.12	2,652.72	101.60	2,651.72	100.60
4 Natural Resources						
Environmental Quality, Department of	369.55	369.55	376.55	7.00	374.55	5.00
Fish and Game, Department of	522.00	522.00	525.00	3.00	525.00	3.00
Land, Board of Commissioners	254.61	264.61	267.61	3.00	267.61	3.00
Parks and Recreation, Department of	168.25	168.25	171.25	3.00	169.25	1.00
Water Resources, Department of	176.00	176.00	176.00	0.00	176.00	0.00
Total Natural Resources	1,490.41	1,500.41	1,516.41	16.00	1,512.41	12.00
5 Economic Development						
Agriculture, Department of	202.60	206.60	220.60	14.00	219.60	13.00
Commerce and Labor, Department of	62.00	61.50	62.50	1.00	63.50	2.00
Finance, Department of	43.00	44.00	51.00	7.00	51.00	7.00
Industrial Commission	137.50	137.50	139.50	2.00	139.50	2.00
Insurance, Department of	69.50	70.50	71.50	1.00	71.50	1.00
Public Utilities Commission	49.00	49.00	49.00	0.00	49.00	0.00
Self-Governing Agencies	574.32	587.57	607.12	19.55	606.87	19.30
Transportation Department, Idaho	1,838.00	1,833.50	1,833.50	0.00	1,833.50	0.00
Total Economic Development	2,975.92	2,990.17	3,034.72	44.55	3,034.47	44.30
6 General Government						
Administration, Department of	173.60	173.60	173.60	0.00	173.60	0.00
Building Fund Advisory Council	0.00	0.00	0.00	0.00	0.00	0.00
Attorney General	177.65	178.65	185.65	7.00	178.65	0.00
Controller, State	100.85	101.85	101.85	0.00	101.85	0.00
Governor, Executive Office of the	561.82	595.82	610.32	14.50	606.82	11.00
Legislative Branch	70.00	70.00	70.00	0.00	70.00	0.00
Lieutenant Governor	2.00	2.00	2.00	0.00	2.00	0.00
Revenue and Taxation, Department of	410.00	414.50	415.50	1.00	414.50	0.00
Secretary of State	31.00	31.00	31.00	0.00	31.00	0.00
Treasurer, State	18.00	18.00	18.00	0.00	18.00	0.00
Total General Government	1,544.92	1,585.42	1,607.92	22.50	1,596.42	11.00
Statewide Total:	16,505.06	16,645.41	17,217.07	571.66	17,062.07	416.66

State of Idaho
Budget Stabilization Fund
Section 57-814, Idaho Code

Date	Action		Balance
Apr. 1984	Creation of Fund (H747)	-	-
Jun. 1984	Transfer from General Fund at year-end (H747)	\$ 4,267,200	\$ 4,267,200
Jun. 1985	Transfer from General Fund (H350)	1,490,300	5,757,500
Jul. 1985	Transfer to General Fund (H350)	(5,757,500)	-
Apr. 1989	Transfer from General Fund (S1332aaH)	7,500,000	7,500,000
Jun. 1989	Transfer from General Fund (S1332aaH)	4,500,000	12,000,000
Mar. 1990	Transfer from General Fund (S1573)	38,000,000	50,000,000
Apr. 1990	Interest earnings from Apr. 1989 to Mar. 1990 (See Note 1)	684,432	50,684,432
Apr. 1990	Appropriation for local highway projects (H905)	(15,500,000)	35,184,432
Jun. 1992	Transfer to General Fund (S1464)	(5,406,100)	29,778,332
Apr. 1993	Transfer to Parks & Recreation for Oregon Trail Project (S1276)	(100,000)	29,678,332
Jul. 1993	Transfer to General Fund for public schools (H463)	(3,000,000)	26,678,332
Oct. 1993	Transfer from Liquor Fund (H464)	748,800	27,427,132
Jan. 1994	Transfer from Liquor Fund (H464)	748,800	28,175,932
Mar. 1994	Partial return from Oregon Trail Project (H862)	27,000	28,202,932
Apr. 1994	Transfer from Liquor Fund (H464)	3,000,000	31,202,932
Apr. 1994	Appropriation for juvenile justice study (H992)	(100,000)	31,102,932
A-Jun 1994	Transfer from Liquor Fund (H464)	1,758,200	32,861,132
Jun. 1995	Partial return from juvenile justice study	26,763	32,887,895
Mar. 1996	Transfer for North Idaho floods (Exec. Order #96-04)	(1,000,000)	31,887,895
J-Jun 1997	Transfer for Floods (Exec. Order #97-01)	(4,000,000)	27,887,895
Jul. 1997	State Controller - Y2K appropriation (S1285)	(357,700)	27,530,195
Jun. 1998	Transfers from General Fund (H572 and H443a)	8,500,000	36,030,195
Dec. 1999	Deposits from tobacco settlement (S1002)	16,781,559	52,811,754
Feb. 2000	Transfer tobacco settlements to Millennium Fund (S1296)	(16,781,559)	36,030,195
Jul. 2000	Transfer to American Trucking Association Settlement Fund (H819)	(17,000,000)	19,030,195
Jul. 2000	Transfer from General Fund Surplus (H819)	17,000,000	36,030,195
Sept. 2000	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	40,582,605
Dec. 2000	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	45,135,016
Dec. 2000	Transfer to Disaster Emergency Fund (Exec. Order #2000-17)	(1,000,000)	44,135,016
Mar. 2001	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	48,687,426
Jun. 2001	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	53,239,836
Aug. 2001	Rainbow Gathering (Exec. Order 2001-09)	(150,000)	53,089,836
Sept. 2001	Quarterly fiscal year 2002 transfer from General Fund §57-814a	4,961,599	58,051,435
Dec. 2001	Quarterly fiscal year 2002 transfer from General Fund §57-814a	4,961,599	63,013,034
Feb. 2002	Transfer to General Fund and Defer Remaining Payments (S1301)	(9,923,000)	53,090,034
Jul. 2002	Transfer to General Fund (S1517)	(26,700,000)	26,390,034
Jun. 2003	Transfer to General Fund (S1195)	(26,390,000)	34
Sept. 2004	Quarterly fiscal year 2005 transfer from General Fund §57-814a	5,242,753	5,242,787
Dec. 2004	Quarterly fiscal year 2005 transfer from General Fund §57-814a	5,242,753	10,485,539
Mar. 2005	Quarterly fiscal year 2005 transfer from General Fund §57-814a	5,242,753	15,728,292
Jun. 2005	Quarterly fiscal year 2005 transfer from General Fund §57-814a	5,242,753	20,971,045

*Note 1: Prior to April, 1989, interest accrued to the General Fund.
Since March, 1990, interest has accrued to the Permanent Building Fund.*

22 Year History of General Fund

Original Appropriations: 1984 to 2005

Millions of Dollars

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total Gen Fund
2005	\$964.7	\$223.4	\$138.3	\$1,326.3	\$407.6	\$142.8	\$205.5	\$2,082.1
2004	\$943.0	\$218.0	\$131.3	\$1,292.3	\$375.8	\$140.6	\$195.3	\$2,004.1
2003	\$920.0	\$213.6	\$130.4	\$1,264.0	\$359.6	\$145.0	\$199.3	\$1,967.9
2002	\$933.0	\$236.4	\$142.1	\$1,311.5	\$358.0	\$147.3	\$227.5	\$2,044.3
2001	\$873.5	\$215.0	\$121.1	\$1,209.5	\$282.1	\$123.2	\$189.2	\$1,804.0
2000	\$821.1	\$202.0	\$110.4	\$1,133.4	\$270.7	\$108.5	\$162.1	\$1,674.7
1999	\$796.4	\$192.9	\$103.5	\$1,092.8	\$252.7	\$106.4	\$159.0	\$1,610.8
1998	\$705.0	\$178.6	\$94.4	\$978.0	\$236.6	\$90.3	\$134.0	\$1,438.9
1997	\$689.5	\$178.0	\$94.4	\$961.9	\$238.5	\$78.6	\$133.7	\$1,412.7
1996	\$664.0	\$171.0	\$88.8	\$923.8	\$224.3	\$73.5	\$127.3	\$1,348.8
1995	\$620.5	\$164.5	\$87.8	\$872.8	\$226.9	\$50.3	\$114.2	\$1,264.2
1994	\$528.0	\$146.0	\$75.7	\$749.7	\$192.5	\$44.2	\$98.1	\$1,084.6
1993	\$497.0	\$139.0	\$73.1	\$709.1	\$163.9	\$37.5	\$96.6	\$1,007.1
1992	\$487.5	\$141.4	\$74.0	\$703.0	\$146.9	\$37.5	\$100.0	\$987.4
1991	\$450.1	\$133.3	\$67.9	\$651.3	\$132.7	\$32.3	\$93.3	\$909.5
1990	\$394.3	\$115.5	\$58.3	\$568.0	\$101.1	\$25.1	\$79.4	\$773.7
1989	\$356.0	\$106.0	\$52.3	\$514.3	\$84.0	\$19.3	\$68.2	\$685.8
1988	\$343.0	\$101.7	\$50.2	\$494.9	\$79.3	\$17.0	\$66.2	\$657.3
1987	\$314.0	\$90.7	\$46.5	\$451.2	\$71.7	\$15.3	\$62.7	\$600.9
1986	\$304.0	\$88.0	\$46.5	\$438.5	\$71.5	\$14.9	\$62.7	\$587.7
1985	\$288.8	\$80.9	\$43.7	\$413.3	\$70.2	\$12.7	\$61.9	\$558.1
1984	\$215.0	\$70.0	\$38.7	\$323.7	\$64.1	\$11.5	\$52.4	\$451.6

Percentage of Total

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total
2005	46.3%	10.7%	6.6%	63.7%	19.6%	6.9%	9.9%	100%
2004	47.1%	10.9%	6.6%	64.5%	18.8%	7.0%	9.7%	100%
2003	46.8%	10.9%	6.6%	64.2%	18.3%	7.4%	10.1%	100%
2002	45.6%	11.6%	7.0%	64.2%	17.5%	7.2%	11.1%	100%
2001	48.4%	11.9%	6.7%	67.0%	15.6%	6.8%	10.5%	100%
2000	49.0%	12.1%	6.6%	67.7%	16.2%	6.5%	9.7%	100%
1999	49.4%	12.0%	6.4%	67.8%	15.7%	6.6%	9.9%	100%
1998	49.0%	12.4%	6.6%	68.0%	16.4%	6.3%	9.3%	100%
1997	48.8%	12.6%	6.7%	68.1%	16.9%	5.6%	9.5%	100%
1996	49.2%	12.7%	6.6%	68.5%	16.6%	5.4%	9.4%	100%
1995	49.1%	13.0%	6.9%	69.0%	17.9%	4.0%	9.0%	100%
1994	48.7%	13.5%	7.0%	69.1%	17.8%	4.1%	9.0%	100%
1993	49.3%	13.8%	7.3%	70.4%	16.3%	3.7%	9.6%	100%
1992	49.4%	14.3%	7.5%	71.2%	14.9%	3.8%	10.1%	100%
1991	49.5%	14.7%	7.5%	71.6%	14.6%	3.5%	10.3%	100%
1990	51.0%	14.9%	7.5%	73.4%	13.1%	3.2%	10.3%	100%
1989	51.9%	15.5%	7.6%	75.0%	12.3%	2.8%	9.9%	100%
1988	52.2%	15.5%	7.6%	75.3%	12.1%	2.6%	10.1%	100%
1987	52.3%	15.1%	7.7%	75.1%	11.9%	2.5%	10.4%	100%
1986	51.7%	15.0%	7.9%	74.6%	12.2%	2.5%	10.7%	100%
1985	51.7%	14.5%	7.8%	74.1%	12.6%	2.3%	11.1%	100%
1984	47.6%	15.5%	8.6%	71.7%	14.2%	2.5%	11.6%	100%

* Juvenile Corrections moved from Health and Welfare to "Adult & Juv Corrections" in FY 1996 and the Department of Environmental Quality and Veterans Services moved to "All Other Agencies" in FY 2001.

22 Year History of General Fund

Change from Previous Original Appropriations: 1984 to 2005

Millions of Dollars

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total Gen Fund
2005	\$21.7	\$5.4	\$6.9	\$34.0	\$31.7	\$2.1	\$10.2	\$78.1
2004	\$23.0	\$4.4	\$.9	\$28.4	\$16.2	(\$4.4)	(\$4.0)	\$36.2
2003	(\$13.0)	(\$22.9)	(\$11.7)	(\$47.5)	\$1.6	(\$2.2)	(\$28.2)	(\$76.4)
2002	\$59.5	\$21.5	\$21.0	\$102.0	\$75.9	\$24.1	\$38.3	\$240.3
2001	\$52.4	\$13.0	\$10.7	\$76.1	\$11.4	\$14.7	\$27.1	\$129.3
2000	\$24.7	\$9.0	\$6.8	\$40.6	\$18.1	\$2.1	\$3.2	\$63.9
1999	\$91.4	\$14.3	\$9.1	\$114.8	\$16.1	\$16.1	\$25.0	\$171.9
1998	\$15.5	\$.6	\$.1	\$16.1	(\$1.9)	\$11.7	\$.3	\$26.3
1997	\$25.5	\$7.1	\$5.5	\$38.1	\$14.2	\$5.2	\$6.4	\$63.9
1996	\$43.5	\$6.5	\$1.0	\$51.0	(\$2.7)	\$23.2	\$13.1	\$84.6
1995	\$92.5	\$18.4	\$12.1	\$123.1	\$34.4	\$6.1	\$16.1	\$179.6
1994	\$31.0	\$7.0	\$2.6	\$40.6	\$28.6	\$6.7	\$1.5	\$77.4
1993	\$9.5	(\$2.4)	(\$.9)	\$6.1	\$17.0	(\$.0)	(\$3.4)	\$19.7
1992	\$37.5	\$8.2	\$6.1	\$51.8	\$14.2	\$5.2	\$6.7	\$77.9
1991	\$55.8	\$17.8	\$9.6	\$83.2	\$31.6	\$7.1	\$14.0	\$135.9
1990	\$38.3	\$9.5	\$6.0	\$53.8	\$17.1	\$5.8	\$11.2	\$87.9
1989	\$13.0	\$4.3	\$2.1	\$19.4	\$4.7	\$2.4	\$1.9	\$28.4
1988	\$29.0	\$11.0	\$3.7	\$43.7	\$7.6	\$1.7	\$3.5	\$56.4
1987	\$10.0	\$2.7	(\$.1)	\$12.6	\$.2	\$.4	(\$.0)	\$13.2
1986	\$15.2	\$7.1	\$2.9	\$25.2	\$1.3	\$2.2	\$.8	\$29.6
1985	\$73.8	\$10.9	\$5.0	\$89.6	\$6.0	\$1.3	\$9.6	\$106.5
1984	\$.0	(\$3.6)	(\$4.0)	(\$7.5)	(\$4.5)	\$1.5	(\$2.6)	(\$13.1)

Percent Change from Previous Original Appropriations

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total
2005	2.3%	2.5%	5.3%	2.6%	8.4%	1.5%	5.2%	3.9%
2004	2.5%	2.1%	0.7%	2.2%	4.5%	(3.0%)	(2.0%)	1.8%
2003	(1.4%)	(9.7%)	(8.2%)	(3.6%)	0.5%	(1.5%)	(12.4%)	(3.7%)
2002	6.8%	10.0%	17.4%	8.4%	26.9%	19.5%	20.2%	13.3%
2001	6.4%	6.4%	9.7%	6.7%	4.2%	13.6%	16.7%	7.7%
2000	3.1%	4.7%	6.6%	3.7%	7.1%	2.0%	2.0%	4.0%
1999	13.0%	8.0%	9.7%	11.7%	6.8%	17.8%	18.7%	11.9%
1998	2.3%	0.3%	0.1%	1.7%	(0.8%)	14.9%	0.2%	1.9%
1997	3.8%	4.2%	6.2%	4.1%	6.3%	7.0%	5.0%	4.7%
1996	7.0%	3.9%	1.1%	5.8%	(1.2%)	46.1%	11.4%	6.7%
1995	17.5%	12.6%	16.0%	16.4%	17.9%	13.7%	16.4%	16.6%
1994	6.2%	5.0%	3.5%	5.7%	17.5%	17.9%	1.5%	7.7%
1993	1.9%	(1.7%)	(1.2%)	0.9%	11.6%	(0.0%)	(3.4%)	2.0%
1992	8.3%	6.1%	9.0%	7.9%	10.7%	16.1%	7.1%	8.6%
1991	14.2%	15.4%	16.5%	14.6%	31.2%	28.4%	17.6%	17.6%
1990	10.7%	9.0%	11.6%	10.5%	20.4%	30.0%	16.4%	12.8%
1989	3.8%	4.3%	4.1%	3.9%	6.0%	13.9%	2.9%	4.3%
1988	9.2%	12.1%	8.0%	9.7%	10.6%	10.9%	5.6%	9.4%
1987	3.3%	3.1%	(0.2%)	2.9%	0.3%	2.6%	(0.0%)	2.3%
1986	5.3%	8.8%	6.6%	6.1%	1.9%	17.3%	1.4%	5.3%
1985	34.3%	15.5%	12.9%	27.7%	9.4%	11.2%	18.2%	23.6%
1984	0.0%	(4.9%)	(9.3%)	(2.3%)	(6.5%)	15.2%	(4.7%)	(2.8%)

* Juvenile Corrections moved from Health and Welfare to "Adult & Juv Corrections" in FY 1996 and the Department of Environmental Quality and Veterans Services moved to "All Other Agencies" in FY 2001.

Fiscal Year-to-Date Millennium Fund Cash Flow

Fiscal Year	Beginning Market Value	Actual/Projected Receipts	Transfers to General Fund	Earnings/(Losses)*	Transfers to Appropriation	Ending Market Value
2000	\$ -	\$ 29,728,524	\$ -	\$ 495,788	\$ 386,959	\$ 29,837,353
2001	29,837,353	22,773,735	0	(2,128,126)	1,729,535	48,753,427
2002	48,753,427	26,602,063	(19,335,604)	(4,255,408)	2,438,933	49,325,545
2003	49,325,545	26,653,835	(70,311,509)	(724,806)	4,943,065	0
2004	0	22,818,949	0	(25,326)	0	22,793,623
2005	22,793,623	24,084,168	0	197,719	1,941,119	46,400,167
2006	46,400,167	24,071,285	0	4,230,395	290,695	74,411,152
2007	74,411,152	24,372,435	0	6,469,931	1,379,945	103,873,573
2008	103,873,573	31,603,466	0	8,925,918	2,711,772	141,691,185
2009	141,691,185	31,857,839	0	11,952,021	4,121,441	181,379,605
2010	181,379,605	32,115,156	0	15,120,949	5,681,731	222,933,979
2011	222,933,979	32,375,460	0	18,416,234	7,586,184	266,139,489
2012	266,139,489	32,638,797	0	21,841,155	9,580,504	311,038,938
2013	311,038,938	32,905,212	0	25,400,125	11,654,330	357,689,945
2014	357,689,945	33,174,753	0	29,097,755	13,809,724	406,152,729
2015	406,152,729	33,447,468	0	32,938,814	16,049,464	456,489,547
2016	456,489,547	33,723,405	0	36,928,230	18,376,452	508,764,730
2017	508,764,730	34,002,615	0	41,071,094	20,793,686	563,044,753
2018	563,044,753	31,510,324	0	45,326,172	23,304,269	616,576,980
2019	616,576,980	31,833,796	0	49,558,349	25,911,402	672,057,723
2020	672,057,723	32,161,128	0	53,946,937	28,583,363	729,582,425
2021	729,582,425	32,492,378	0	58,505,947	31,246,782	789,333,968
2022	789,333,968	32,827,611	0	63,241,681	34,008,617	851,394,644
2023	851,394,644	33,166,889	0	68,160,241	36,877,684	915,844,089
2024	915,844,089	33,510,277	0	73,267,906	39,857,949	982,764,324
2025	982,764,324	33,857,842	0	78,571,168	42,953,249	1,052,240,084
TOTAL		\$ 790,309,410	\$ (89,647,113)	\$ 736,530,863	\$ 386,218,853	

* The amount listed for the current fiscal year under "Earnings/(Losses)" represents the actual year-to-date amount. Projected earnings assume an 8% return on investment.

Note: Shaded areas reflect actuals.

History of Non-program Transfers from the Millennium Fund

H701 (2002 Idaho Sess. Laws 156) transferred to the General Fund the April 2002 tobacco payment (\$19.3 million) distributed to the State of Idaho pursuant to the tobacco Master Settlement Agreement.

S1517 (2002 Idaho Sess. Laws 205) transferred to the General Fund \$10 million from the fiscal year 2003 scheduled tobacco payments.

S1195 (2003 Idaho Sess. Laws 341) transferred the following: (1) \$798,200 to the Income Fund for FY03 Millennium Fund projects; (2) \$2,438,700 to the Income Fund for FY04 Millennium Fund projects; (3) the entire remaining balance of the fund to the Genera

**A Brief Review
of the
Largest
General Fund
Budgets**

- 1. Public Schools**
- 2. College & Universities**
- 3. Medicaid**
- 4. Corrections**

Public Schools General Fund Comparison to the State Budget

<u>Year</u>	<u>State Budget</u>	<u>% Chg</u>	<u>Public Schools</u>	<u>% Chg</u>	<u>% of Public Schools to State Budget</u>	<u>Fall Enrollment</u>	<u>% Chg</u>
1987	622,435,100	7.2%	314,000,000	3.3%	50.4%	209,103	-0.3%
1988	658,870,000	5.9%	342,321,600	9.0%	52.0%	210,400	0.6%
1989	699,236,100	6.1%	356,000,000	4.0%	50.9%	212,545	1.0%
1990	784,505,700	12.2%	394,256,300	10.7%	50.3%	214,932	1.1%
1991	911,749,600	16.2%	450,080,000	14.2%	49.4%	220,840	2.7%
1992	996,243,100	9.3%	487,539,000	8.3%	48.9%	225,680	2.2%
1993	1,025,859,900	3.0%	497,000,000	1.9%	48.4%	231,668	2.7%
1994	1,098,360,700	7.1%	528,000,000	6.2%	48.1%	236,774	2.2%
1995	1,268,128,600	15.5%	620,510,000	17.5%	48.9%	240,448	1.6%
1996	1,337,541,800	5.5%	659,920,000	6.4%	49.3%	243,097	1.1%
1997	1,391,773,100	4.1%	678,770,000	2.9%	48.8%	245,252	0.9%
1998	1,446,401,100	3.9%	705,000,000	3.9%	48.7%	244,403	-0.3%
1999	1,609,676,100	11.3%	796,360,000	13.0%	49.5%	244,623	0.1%
2000	1,679,768,900	4.4%	821,072,000	3.1%	48.9%	245,142	0.2%
2001	1,828,502,900	8.9%	873,464,900	6.4%	47.8%	245,377	0.1%
2002	1,979,451,500	8.3%	909,645,600	4.1%	46.0%	246,415	0.4%
2003	1,925,457,700	-2.7%	920,000,000	1.1%	47.8%	248,515	0.9%
2004	1,987,198,800	3.2%	943,000,800	2.5%	47.5%	252,037	1.4%
2005	2,107,100,000	6.0%	964,706,500	2.3%	45.78%		
Average Annual Change		7.1%		6.4%			1.0%

* Public Schools and the state General Fund budget reflects the 2005 Estimate.

~The average annual growth rate in state General Fund expenditures from 1987 to 2005 has been 7.1%, while the average annual growth rate in General Fund support for Public Schools over this same time period has been 6.4%. Public school enrollment has grown at about 1% annually during this time.

~In 1987, Public Schools made-up about 50% of the state's General Fund budget, and now reflects about 46% of the state of the General Fund budget.

~Because the number of children enrolled in public schools has grown so slowly over time (about 1% a year, on average), most of the state funding increases for Public Schools have gone into increasing the salaries of teachers and administrators, and reducing class sizes.

Public School Support

Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	964,706,500	1,165,594,300	0.00	964,706,500	1,165,594,300
Removal of One-Time Expenditures	0.00	(5,000,000)	(6,000,000)	0.00	(5,000,000)	(6,000,000)
Base Adjustments	0.00	0	0	0.00	(1,300,000)	(1,300,000)
FY 2006 Base	0.00	959,706,500	1,159,594,300	0.00	958,406,500	1,158,294,300
Benefit Costs	0.00	4,284,700	4,284,700	0.00	0	0
Inflationary Adjustments	0.00	271,400	271,400	0.00	0	0
Nonstandard Adjustments	0.00	23,061,000	35,106,000	0.00	17,307,100	27,477,100
Public School Base Salary Increase	0.00	8,145,900	8,145,900	0.00	8,007,400	8,007,400
Fund Shifts	0.00	6,313,100	0	0.00	0	(4,438,100)
FY 2006 Program Maintenance	0.00	1,001,782,600	1,207,402,300	0.00	983,721,000	1,189,340,700
Enhancements						
Administrators						
1. Base Salary Increase	0.00	1,501,400	1,501,400	0.00	0	0
Teachers						
1. Base Salary Increase	0.00	12,611,800	12,611,800	0.00	0	0
2. Teacher Mentoring Program	0.00	2,000,000	2,000,000	0.00	0	0
3. Least Restrictive Environment	0.00	1,000,000	1,000,000	0.00	1,000,000	1,000,000
Operations						
1. Discretionary Funds	0.00	5,625,100	5,625,100	0.00	5,348,400	5,348,400
2. Base Salary Increase	0.00	2,178,400	2,178,400	0.00	0	0
3. ISIMS	0.00	7,659,000	7,659,000	0.00	0	0
4. Technology	0.00	9,000,000	9,000,000	0.00	9,000,000	9,000,000
Children's Programs						
1. Idaho Digital Learning Academy	0.00	450,000	450,000	0.00	0	0
2. College Entrance Exam Fees	0.00	800,000	800,000	0.00	0	0
3. Student Achievement Remediation	0.00	5,100,000	5,100,000	0.00	0	0
FY 2006 Total	0.00	1,049,708,300	1,255,328,000	0.00	999,069,400	1,204,689,100
Chg from FY 2005 Orig Approp.	0.00	85,001,800	89,733,700	0.00	34,362,900	39,094,800
% Chg from FY 2005 Orig Approp.		8.8%	7.7%		3.6%	3.4%

Statewide Certified Staff Base Salaries for Idaho School Districts

~ The average teacher's total salary in Idaho is over \$41,000 ~

	FY 1994	FY 2003	FY 2004	One Year % Change	10-Year Annual Avg. % Change	10-Year Total % Change
District Administration						
Superintendent	56,971	82,129	82,909	0.9%	3.8%	45.5%
Assistant Superintendent	60,674	86,769	89,683	3.4%	4.0%	47.8%
Director	46,451	63,933	65,149	1.9%	3.4%	40.3%
Supervisor/Coordinator	44,802	61,985	64,074	3.4%	3.6%	43.0%
Weighted Average	50,412	69,194	70,609	2.0%	3.4%	40.1%
School Administration						
Elementary Principals	45,850	66,413	66,889	0.7%	3.8%	45.9%
Secondary Principals	48,278	68,645	69,174	0.8%	3.7%	43.3%
Assistant Principals	44,352	62,348	63,322	1.6%	3.6%	42.8%
Weighted Average	46,256	65,977	66,600	0.9%	3.7%	44.0%
Instructional Services						
Elementary Teachers	27,961	40,301	40,645	0.9%	3.8%	45.4%
Secondary Teachers	29,302	41,422	41,809	0.9%	3.6%	42.7%
Weighted Average	28,601	40,836	41,206	0.9%	3.7%	44.1%
Student Services						
Education Media Gen.	30,762	46,057	46,435	0.8%	4.2%	50.9%
Counselors	33,962	46,006	46,282	0.6%	3.1%	36.3%
School Psychologists	37,080	50,088	50,850	1.5%	3.2%	37.1%
School Nurses	26,298	38,074	38,938	2.3%	4.0%	48.1%
School Social Workers	34,389	43,783	44,902	2.6%	2.7%	30.6%
Speech & Hearing Therap.	31,342	43,993	45,199	2.7%	3.7%	44.2%
Weighted Average	32,829	45,391	46,003	1.3%	3.4%	40.1%

Note: Based on Fall 2003 SDOE data.

~ The staff area with the largest percentage increase in total salaries over the last ten years has been among teachers ("instructional services"), where average total salaries have increased 44.1%. This is equivalent to an annual increase of 3.7% for each of the last ten years. The area with the largest percentage increase in total salaries in the last year has been district administration, where average total salaries increased 2.0%.

~ The specific job classification with the largest percentage increase in total salaries over the last ten years has been that of Education Media Generalists, where average total salaries have increased 50.9%. This is equivalent to an annual increase of 4.2% for each of the last ten years. The classifications with the largest percentage increase in total salaries in the last year have been that of Assistant Superintendents and Supervisor/Coordinators, where average total salaries increased 3.4%.

~ The specific job classification with the smallest increase in total salaries over the last ten years has been School Social Workers, where average total salaries have increased 30.6%. This is equivalent to an annual increase of 2.7% for each of the last ten years. The classifications with the smallest percentage increase in total salaries in the last year has been that of Counselors, where average total salaries increased 0.6%.

~ Overall, the rate of salary increases has slowed over the last two years, in concert with a slowing of the rate of increase in state appropriations to Public Schools.

College and Universities General Fund Comparison to State Budget

Fiscal Year	State Budget	% Chg	Higher Education	% Chg	% of Higher Education to State Budget	Fall Enrollment FTE*	% Chg
1987	622,435,100	7.2%	90,402,500	5.6%	14.5%	19,629	(0.5%)
1988	658,870,000	5.9%	101,518,100	12.3%	15.4%	20,602	4.9%
1989	699,236,100	6.1%	106,445,700	4.9%	15.2%	21,639	4.6%
1990	784,505,700	12.2%	114,438,700	7.5%	14.6%	23,075	6.8%
1991	911,749,600	16.2%	132,946,900	16.2%	14.6%	24,729	8.2%
1992	996,243,100	9.3%	141,624,800	6.5%	14.2%	26,431	6.4%
1993	1,025,859,900	3.0%	137,638,400	(2.8%)	13.4%	28,067	5.8%
1994	1,098,360,700	7.1%	145,923,500	6.0%	13.3%	28,501	1.8%
1995	1,268,128,600	15.5%	162,862,600	11.6%	12.8%	28,941	2.6%
1996	1,337,541,800	5.5%	169,341,400	4.0%	12.7%	29,185	(0.5%)
1997	1,391,773,100	4.1%	173,451,700	2.4%	12.5%	29,174	(1.3%)
1998	1,446,401,100	3.9%	178,413,700	2.9%	12.3%	29,026	(0.0%)
1999	1,609,676,100	11.3%	193,134,300	8.3%	12.0%	29,556	2.4%
2000	1,679,768,900	4.4%	202,726,900	5.0%	12.1%	30,165	1.6%
2001	1,828,502,900	8.9%	212,306,100	4.7%	11.6%	30,805	2.3%
2002	1,979,451,500	8.3%	229,723,600	8.2%	11.6%	32,332	3.8%
2003	1,925,457,700	(2.7%)	213,558,800	(7.0%)	11.1%	34,916	0.9%
2004	1,987,198,800	3.2%	218,000,000	2.1%	11.0%	34,965	3.9%
2005	2,107,100,000	6.0%	223,336,200	2.4%	10.6%	<i>not available</i>	
Average Annual Change		7.1%		5.3%			3.0%

* FTE represents Full-Time Equivalent Students.

Source: Office of the State Board of Education

The average annual growth rate in state General Fund appropriations for Higher Education from 1987 to 2005 has been 5.3%. Higher education enrollment, as measured by both full-time equivalent students and headcount, has grown about 3.0% annually during this same time period.

In fiscal year 1987, Higher Education received about 14.5% of the state's General Fund budget. Today, twenty years later, that proportion has dropped to about 10.6%. In today's dollars each percentage point is equal to about \$20 million.

To see a 20-year side-by-side comparison of all major components of state government, and how each segment has changed over the years in terms of their proportion of the General Fund, refer to page 28.

College and Universities

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	3,631.55	223,366,200	341,294,500	3,631.55	223,366,200	341,294,500
Reappropriations	0.00	51,800	37,110,400	0.00	51,800	37,110,400
HB 805 One-time 1% Salary Increase	0.00	1,689,800	2,282,100	0.00	1,689,800	2,282,100
1. Occupancy Costs	7.75	1,649,100	1,649,100	7.25	993,100	993,100
Governor's Rescission	0.00	0	0	0.00	(652,000)	(652,000)
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	3,639.30	226,756,900	382,336,100	3,638.80	225,448,900	381,028,100
Non-Cognizable Funds and Transfers	27.50	0	3,752,000	27.50	0	3,752,000
FY 2005 Estimated Expenditures	3,666.80	226,756,900	386,088,100	3,666.30	225,448,900	384,780,100
Removal of One-Time Expenditures	0.00	(1,741,600)	(39,392,500)	0.00	(1,741,600)	(39,392,500)
Base Adjustments	0.00	0	0	0.00	652,000	652,000
FY 2006 Base	3,666.80	225,015,300	346,695,600	3,666.30	224,359,300	346,039,600
Benefit Costs	0.00	2,007,700	2,745,000	0.00	1,554,000	2,124,700
Inflationary Adjustments	0.00	283,800	839,800	0.00	0	0
Non-standard Adjustments	32.63	4,768,900	5,232,400	12.00	4,176,500	4,640,000
Change in Employee Compensation	0.00	1,712,000	2,376,400	0.00	1,712,000	2,376,400
27th Payroll	0.00	3,173,000	4,247,900	0.00	3,173,000	4,247,900
Fund Shifts	0.00	4,951,700	0	0.00	2,773,500	(1,455,600)
FY 2006 Program Maintenance	3,699.43	241,912,400	362,137,100	3,678.30	237,748,300	357,973,000
1. Unfunded Enrollment Workload Adj.	5.00	1,037,800	1,037,800	0.00	0	0
2. Funding Equity	15.00	2,184,000	2,184,000	0.00	0	0
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	3,719.43	245,134,200	365,358,900	3,678.30	237,748,300	357,973,000
Change from Original Appropriation	87.88	21,768,000	24,064,400	46.75	14,382,100	16,678,500
% Change from Original Appropriation		9.7%	7.1%		6.4%	4.9%

College and Universities

Issues, Terms and Definitions

Consolidated Appropriation: Although each of the four year institutions prepare and submit individual budget requests to the State Board of Education, the Board's recommendation to the Governor and the Legislature is a single consolidated budget. The Legislature traditionally has also provided one consolidated appropriation for all four institutions. The Board then distributes that appropriation by formula to each college and university.

Appropriated Funds: The Legislature only appropriates about 42% of the funds that support the operating budgets of higher education. General Funds represent about 28% of the total operating budgets, appropriated student fees represent about 12.4%, and endowment earnings represent about 1.5% of the total.

Non-appropriated Funds: Operating funds that are not included in the appropriation represent about 58% of the total operating budgets for the four institutions.

Grants, Gifts and Contracts: (32% of total operating budgets) These funds include federal grants, private gifts and competitively bid contracts for specific deliverables. Also includes federal direct student loans.

Auxiliary Enterprises: (12% of total) These funds are institutional business enterprises such as bookstores, student housing, intercollegiate athletics, student unions, etc.

Institutional Accounts: (14% of total) There are literally thousands of typically small activities that charge fees or sell services (e.g. copy machines, research labs, ag sales).

Student Fees:

Matriculation Fees: The fee charged to students for educational costs excluding the cost of instruction (Idaho Code 33-3717). All full-time resident and non-resident students are charged this matriculation fee which can only be used for the maintenance and operation of the institution's physical plant. (restricted fund 0660-00)

Activity Fees: All resident and non-resident students are charged a variety of fees, where applicable, including part-time fees, graduate fees, professional fees (law, medicine, architecture, etc.) summer session fees and others. These fees are unrestricted and can be used to support the the primary objectives of the institution for instruction, research, extension, public service and programs that support those objectives. (unrestricted fund 0650-00)

Tuition: The only tuition that can be charged is to nonresident students to cover much of the cost of their education. Proceeds are deposited in the unrestricted fund 0650-00. There is a statutory prohibition against charging tuition to resident students (Idaho Code 33-3717).

Occupancy Costs: Those costs associated with occupying new major buildings on campus. These costs are calculated by formula and include maintenance (1.5% of construction costs), custodial (1/2 position per 13,000 gross square feet) utility costs (\$1.75 per sq ft.) and other costs associated with IT maintenance, security and safety (\$0.77 per gross sq ft).

Enrollment Workload Adjustment: Each year there is a budget request to keep pace with enrollment growth at the four institutions. This "Enrollment Workload Adjustment" is not based on student enrollment per se, but is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline.

Funding Equity: In 2001, the Legislature prompted the State Board of Education to examine their funding formula for equity of state funding distribution among Idaho's four-year institutions of higher education. Through a consultant, the Board concluded, among other things, that state funds for similar students in similar programs were not distributed equitably between the four schools. Rather than redistribute existing resources, the Board is seeking \$7,920,000 over five years to address "base instructional equity for BSU and ISU, and \$3,000,000 for a "science and technology adjustment", of which 77% would go to UI.

College and Universities

Selected Measures	FY 2001	FY 2002	FY 2003	FY 2004	Average Annual Chng
1. Fall Academic Enrollment: Full-time Equivalent					
Boise State University	10,872	11,406	12,615	12,607	5.1%
Idaho State University	8,528	8,888	9,189	9,191	2.5%
University of Idaho	9,683	10,223	11,073	11,040	4.5%
Lewis-Clark State College	<u>1,722</u>	<u>1,815</u>	<u>2,039</u>	<u>2,127</u>	<u>7.4%</u>
Total	30,805	32,332	34,916	34,965	4.4%
2. Fall Academic Enrollment: Headcount (full and part time students)					
Boise State University	16,151	16,581	17,245	17,358	2.4%
Idaho State University	12,315	11,935	12,218	12,551	0.7%
University of Idaho	12,067	12,423	12,894	12,824	2.1%
Lewis-Clark State College	<u>2,364</u>	<u>2,363</u>	<u>2,637</u>	<u>2,555</u>	<u>2.8%</u>
Total	42,897	43,302	44,994	45,288	1.8%
3. Annual Undergraduate Resident Student Fees					
Boise State University	\$2,451	\$2,665	\$2,984	\$3,251	9.9%
Idaho State University	\$2,578	2,800	3,136	3,448	10.2%
University of Idaho	\$2,476	2,720	3,044	3,348	10.6%
Lewis-Clark State College	<u>\$2,360</u>	<u>2,550</u>	<u>2,852</u>	<u>3,126</u>	<u>9.8%</u>
Average	\$2,466	\$2,684	\$3,004	\$3,293	10.1%
4. Combined Annual Operating Budgets					
Revenue Sources (original appropriation)					
Appropriated Funds					
State General Fund	\$211,561,700	\$234,939,800	\$213,558,800	\$218,000,000	1.3%
State Endowment Funds	13,011,300	17,501,700	13,756,900	11,964,600	0.0%
Appropriated Student Fees	<u>62,959,700</u>	<u>63,089,600</u>	<u>67,127,300</u>	<u>97,207,800</u>	<u>17.1%</u>
Appropriated sub-total	\$287,532,700	\$315,531,100	\$294,443,000	\$327,172,400	4.7%
Non-appropriated Funds					
Grants, Gifts & Contracts	\$212,281,500	220,759,200	222,808,400	247,652,700	5.4%
Auxilliary Enterprises	41,532,800	52,722,300	82,811,400	91,352,800	31.4%
Institutional Accounts	119,076,400	128,668,900	116,428,000	118,917,900	<u>0.2%</u>
Non-appropriated	\$372,890,700	\$402,150,400	\$422,047,800	\$457,923,400	7.1%
Grand Total all Funds	\$660,423,400	\$717,681,500	\$716,490,800	\$785,095,800	6.0%
Employee FTE	3,525.6	3,677.2	3,552.8	3,590.5	0.7%

Medical Assistance Program

General Fund Comparison of Medicaid to the State Budget

<u>Year</u>	<u>State Budget</u>	<u>% Chg</u>	<u>Medicaid</u>	<u>% Chg</u>	<u>% of Medicaid to State Budget</u>	<u>Medicaid Clients</u>	<u>% Chg</u>
1987	622,435,100	7.2%	24,539,700	20.7%	3.9%	30,428	5.2%
1988	658,870,000	5.9%	26,548,500	8.2%	4.0%	31,456	3.4%
1989	699,236,100	6.1%	31,498,500	18.6%	4.5%	33,387	6.1%
1990	784,505,700	12.2%	39,259,500	24.6%	5.0%	36,441	9.1%
1991	911,749,600	16.2%	50,690,900	29.1%	5.6%	47,027	29.0%
1992	996,243,100	9.3%	56,533,100	11.5%	5.7%	60,184	28.0%
1993	1,025,859,900	3.0%	82,598,200	46.1%	8.1%	71,853	19.4%
1994	1,098,360,700	7.1%	87,893,700	6.4%	8.0%	82,366	14.6%
1995	1,268,128,600	15.5%	92,794,300	5.6%	7.3%	82,527	0.2%
1996	1,337,541,800	5.5%	110,369,100	18.9%	8.3%	84,514	2.4%
1997	1,391,773,100	4.1%	124,020,500	12.4%	8.9%	82,756	(2.1%)
1998	1,446,401,100	3.9%	123,802,200	(0.2%)	8.6%	80,990	(2.1%)
1999	1,609,676,100	11.3%	139,171,800	12.4%	8.6%	85,747	5.9%
2000	1,679,768,900	4.4%	162,758,500	16.9%	9.7%	95,869	11.8%
2001	1,828,502,900	8.9%	205,306,700	26.1%	11.2%	122,788	28.1%
2002	1,979,451,500	8.3%	223,145,700	8.7%	11.3%	141,957	15.6%
2003	1,925,457,700	(2.7%)	236,778,700	6.1%	12.3%	152,678	7.6%
2004	1,987,198,800	3.2%	256,307,300	8.2%	12.9%	162,585	6.5%
2005 *	2,107,100,000	6.0%	303,674,600	18.5%	14.4%	171,881	5.7%
Average Annual Change		7.1%		15.7%			10.2%

* State budget general fund reflects the 2005 Estimate and revised Medicaid client forecast.

The average annual growth rate in state general fund expenditures from 1987 to 2005 has been 7.1%, while the average annual growth rate in Medicaid over this same time period has been about 15.7%. In effect, doubling about every five years. Medicaid eligibles have grown about 10.2% annually.

In 1987, Medicaid made-up 3.9% of the state general fund budget, but that will likely grow to over 15% in FY 2006.

Medicaid was expanded greatly from 1987 through 1994. This was the result of both Congressional and Legislative actions. For example, the federal government expanded Medicaid eligibility and reformed the standards that govern nursing home care. These activities resulted with the enactment of three major federal laws: the Omnibus Budget Reconciliation Act (OBRA) of 1987, the Medicare Catastrophic Coverage Act (MCCA) of 1988, and the Omnibus Budget Reconciliation Act (OBRA) of 1989. In 1990, the Idaho Legislature expanded Medicaid to include personal care services and the following year it expanded Medicaid to include other optional services such as durable medical equipment, soft organ transplants, adult dental, adult vision, adult hearing, and prosthetics.

Beginning in 1999, Medicaid once again began to grow significantly. This was due in part to the Congressional expansion of Medicaid to include another new optional program known as the Children's Health Insurance Program (CHIP), which Idaho subsequently adopted.

Medical Assistance Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	257.00	288,171,600	1,051,401,100	257.00	288,171,600	1,051,401,100
HB 805 One-time 1% Salary Increase	0.00	49,900	134,800	0.00	49,900	134,800
3. Medicaid Use Increases	0.00	15,457,900	65,719,900	0.00	15,457,900	65,719,900
5. Medicaid Buy-In for Disabled	3.00	0	102,800	3.00	0	102,800
6. Adult Access Card Program	3.00	0	124,700	3.00	0	124,700
Governor's Rescission	0.00	0	0	0.00	(11,300)	(19,300)
FY 2005 Total Appropriation	263.00	303,679,400	1,117,483,300	263.00	303,668,100	1,117,464,000
Non-Cognizable Funds and Transfers	0.00	(4,800)	118,600	0.00	(4,800)	118,600
FY 2005 Estimated Expenditures	263.00	303,674,600	1,117,601,900	263.00	303,663,300	1,117,582,600
Removal of One-Time Expenditures	0.00	(160,100)	(2,758,200)	0.00	(148,800)	(2,738,900)
FY 2006 Base	263.00	303,514,500	1,114,843,700	263.00	303,514,500	1,114,843,700
Benefit Costs	0.00	78,100	237,200	0.00	60,400	183,500
Inflationary Adjustments	0.00	29,379,600	99,172,400	0.00	11,076,400	38,134,500
Replacement Items	0.00	36,000	71,700	0.00	0	0
Nonstandard Adjustments	0.00	(40,700)	40,400	0.00	(40,700)	40,400
Annualizations	0.00	(468,400)	1,373,300	0.00	(468,400)	1,373,300
Change in Employee Compensation	0.00	49,800	140,500	0.00	49,800	140,500
27th Payroll	0.00	187,600	528,100	0.00	187,600	528,100
Fund Shifts	0.00	6,551,800	0	0.00	6,551,800	0
FY 2006 Program Maintenance	263.00	339,288,300	1,216,407,300	263.00	320,931,400	1,155,244,000
4. Estate Recovery	3.00	(34,200)	171,000	3.00	37,700	242,900
9. Mental Hlth Care Provider Credentialing	1.00	7,200	(245,000)	1.00	7,200	(245,000)
10. Community Based Long-Term Care	7.00	99,700	398,500	7.00	99,700	398,500
15. Health Facility Surveyors	4.00	151,600	303,200	4.00	138,800	277,600
17. Develop County Options Project	1.00	56,600	113,200	1.00	56,600	113,200
FY 2006 Total	279.00	339,569,200	1,217,148,200	279.00	321,271,400	1,156,031,200
Change from Original Appropriation	22.00	51,397,600	165,747,100	22.00	33,099,800	104,630,100
% Change from Original Appropriation		17.8%	15.8%		11.5%	10.0%

Medical Assistance Program

Medicaid Provider Payments by Type of Service

(All Funds)

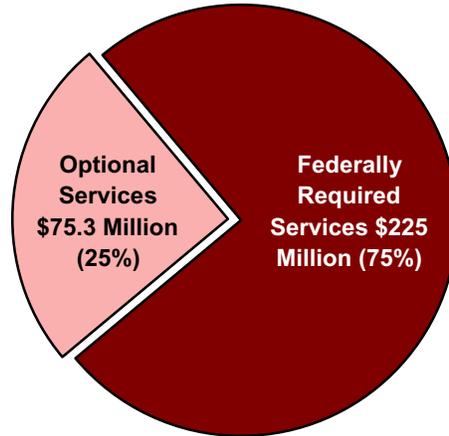
DATA SORTED BY FY 2006 ESTIMATE: HIGH TO LOW

Type of Service	FY 2004 Actual	Annual Change	FY 2005 Estimate	Annual Change	FY 2006 Estimate	Annual Change
1 Prescription Drugs	146,263,050	13.76%	164,297,000	12.33%	184,453,095	12.27%
2 Inpatient Hospital	138,695,753	13.98%	148,565,719	7.12%	160,950,139	8.34%
3 Nursing Facilities	124,802,323	-1.91%	133,068,000	6.62%	138,170,185	3.83%
4 Waivered Services	95,930,585	4.93%	108,454,830	13.06%	115,032,576	6.06%
5 Mental Health	70,674,306	29.72%	86,042,759	21.75%	107,478,222	24.91%
6 Physician Services	61,485,373	23.21%	62,119,440	1.03%	65,227,708	5.00%
7 Developmental Disability Ctrs	44,963,083	11.90%	52,780,561	17.39%	56,950,389	7.90%
8 Outpatient Hospital	39,115,055	4.70%	42,244,732	8.00%	45,533,568	7.79%
9 Personal Care Services	24,452,684	32.32%	29,640,712	21.22%	35,525,887	19.86%
10 Intermediate Care Facilities - MR	35,372,902	(0.44%)	34,816,913	(1.57%)	34,583,717	(0.67%)
11 Dental Services	22,901,395	53.70%	24,135,452	5.39%	25,729,859	6.61%
12 Medicare Parts A & B	19,194,643	15.65%	21,692,993	13.02%	24,799,717	14.32%
13 Children's Hlth Insurance Prgrm A	16,867,288	4.22%	17,857,900	5.87%	18,034,874	0.99%
14 Medical Transportation	12,771,777	7.46%	13,917,151	8.97%	15,518,220	11.50%
15 Targeted Case Management	9,631,915	-19.51%	12,280,781	27.50%	14,393,025	17.20%
16 Durable Medical Equip & Supplies	10,173,365	10.64%	13,266,958	30.41%	13,561,250	2.22%
17 DSH Hospital Payments	10,300,018	0.28%	12,135,991	17.82%	12,135,991	0.00%
18 School District Services	6,595,182	119.90%	8,347,441	26.57%	11,848,317	41.94%
19 Laboratory & Radiology Services	10,025,027	17.98%	10,941,705	9.14%	11,789,699	7.75%
20 Upper Payment Limits	9,067,139	(12.57%)	13,100,306	44.48%	9,546,753	(27.13%)
21 Other Practitioners	8,156,562	24.22%	8,570,983	5.08%	9,094,109	6.10%
22 Ambulatory Surgical Ctrs	6,634,335	23.79%	7,462,757	26.91%	8,419,583	12.82%
23 Rural Health Clinic Services	6,995,396	11.18%	6,672,000	-4.62%	7,733,459	15.91%
24 EPSDT Services	4,886,714	12.13%	6,783,866	38.82%	7,606,745	12.13%
25 Home Health Services	6,361,557	-10.83%	6,706,928	5.43%	7,056,917	5.22%
26 Primary Care Case Management	4,639,104	22.00%	5,985,941	29.03%	6,385,374	6.67%
27 Physical Therapy	4,369,316	5.86%	5,476,532	25.34%	5,607,220	2.39%
28 Federally Qualified Health Ctrs	4,875,782	54.78%	4,631,845	(5.00%)	5,591,611	20.72%
29 Children's Hlth Insurance Prgrm B	0	0.00%	1,508,900	100.00%	4,556,467	201.97%
30 Nurse Aide Training/DUR/Misc.	898,670	221.87%	2,869,800	219.34%	2,869,800	0.00%
31 Breast & Cervical Cancer	1,446,807	53.90%	2,406,100	66.30%	2,574,527	7.00%
32 Indian Health Services	2,036,091	(2.26%)	2,532,787	24.39%	2,167,535	(14.42%)
33 Hospice Benefits	1,678,388	88.82%	1,838,616	9.55%	2,095,786	13.99%
34 Family Planning	1,286,848	9.63%	1,651,886	28.37%	1,783,363	7.96%
35 Outpatient Rehabilitation	1,218,122	2.11%	1,625,468	33.44%	1,651,953	1.63%
36 Prosthetic & Orthotic Services	1,093,247	19.91%	1,308,429	19.68%	1,342,891	2.63%
37 Optician Services & Supplies	1,191,471	4.79%	1,264,527	6.13%	1,277,394	1.02%
38 Group Health Plan Payments	1,106,269	(24.46%)	915,533	(17.24%)	960,409	4.90%
39 Sterilizations	708,519	11.47%	758,501	7.05%	820,932	8.23%
40 Audiologist	338,806	12.97%	431,457	27.35%	438,091	1.54%
41 District Health	102,352	169.35%	141,352	38.10%	143,103	1.24%
42 Abortions	0	0.00%	2,348	0.00%	0	0.00%
Total Excluding ISSH and SHS	969,307,219	11.47%	1,081,253,900	11.55%	1,181,440,460	9.27%

NOTE: The payments to State Hospital South are included in Mental Health Services for 2003. Effective 7/1/2004, funds are directly appropriated to SHS and will no longer be reflected in the provider payment type "Mental Health".

Medical Assistance Program Federally Required vs Optional Medicaid Services

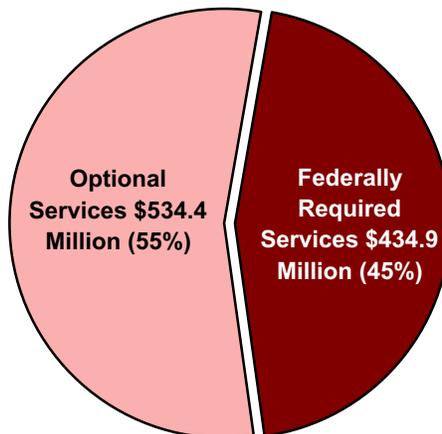
In FY 1993, Expenditures for Federally Required Services Amounted to 75% of the Overall Medicaid Budget with the Cost of Optional Services 25% of the Total.



FY 1993 Total:
\$300.3 Million
(12/92 Estimate)

In FY 2004, Expenditures for Federally Required Services Dropped to 45% of the Overall Medicaid Budget with Optional Services Expanding to 55%.

FY 2004 Total:
\$969.3 Million



Required Services. Idaho must ensure that Medicaid clients receive the health care services required by federal guidelines. These mandatory services include physician visits, family planning, laboratory tests, health screening services for individuals under age 21, hospital inpatient and outpatient services, and prescription drugs for children and pregnant women.

Optional Services. Idaho also provides a number of optional services, such as prescription drugs for adults; expanded personal care services; full coverage of prosthetic devices for adults; dental, eye, and hearing services for adults; heart, liver and other organ transplants for adults; payment for services at long-term care facilities for the mentally retarded; adoption and expansion of a children's health insurance program; services for developmentally disabled adults; mental health services for adults; chiropractic and podiatry services; physical therapy; enhanced pregnancy services; breast and cervical cancer services; and services from ambulatory surgical centers.

Medical Assistance Program

Federally Required and Optional Medicaid Services by Service Category

DOLLARS IN MILLIONS

Service Required	Rate Set	Service Category	2003 Actual	2004 Actual	Annual Chg	2005 Estimate	Annual Chg	2006 Estimate	Annual Chg
federal	federal	Rural Health Clinic Services	6.3	7.0	11.2%	6.7	(4.6%)	7.7	15.9%
federal	federal	Hospice Benefits	0.9	1.7	88.8%	1.8	9.5%	2.1	14.0%
federal	federal	Federally Qualified Health Ctrs	3.2	4.9	54.8%	4.6	(5.0%)	5.6	20.7%
federal	federal	Indian Health Services	2.1	2.0	(2.3%)	2.5	24.4%	2.2	(14.4%)
federal	state	Nursing Facility	127.2	124.8	(1.9%)	133.1	6.6%	138.2	3.8%
federal	state	Physician Services	49.9	61.5	23.2%	62.1	1.0%	65.2	5.0%
federal	rule	Hospital-Inpatient & Outpatient	159.0	177.8	11.8%	190.8	7.3%	206.5	8.2%
federal	rule	Laboratory/Radiology Services	8.5	10.0	18.0%	10.9	9.1%	11.8	7.8%
federal	rule	EPSDT Services	4.4	4.9	12.1%	6.8	38.8%	7.6	12.1%
federal	rule	Medical Transportation	11.9	12.8	7.5%	13.9	9.0%	15.5	11.5%
federal	rule	Family Planning	1.2	1.3	9.6%	1.7	28.4%	1.8	8.0%
state	state	ICF/MR Care	35.5	35.4	(0.4%)	34.8	(1.6%)	34.6	(0.7%)
state	state	Aged/Disabled-Waiver	52.0	50.1	(3.6%)	53.4	6.6%	55.3	3.5%
state	state	Personal Care Svs Plan	18.5	24.5	32.3%	29.6	21.2%	35.5	19.9%
state	rule	Prescribed Drugs	128.6	146.3	13.8%	164.3	12.3%	184.5	12.3%
state	rule	Dental Services	14.9	22.9	53.7%	24.1	5.4%	25.7	6.6%
state	rule	ISSH/DD Waiver	38.2	44.7	17.0%	53.8	20.5%	58.1	8.0%
state	rule	TBI Waiver	1.2	1.1	(9.9%)	1.2	6.1%	1.6	36.4%
state	rule	Targeted Case Management	12.0	9.6	(19.5%)	12.3	27.5%	14.4	17.2%
state	rule	Development Disability Ctrs	40.2	45.0	11.9%	52.8	17.4%	57.0	7.9%
state	rule	Durable Medical Equipment	9.1	10.2	12.3%	13.3	30.4%	13.6	2.2%
state	rule	Inpatient Mental Health	10.8	11.4	5.5%	15.6	36.8%	19.1	22.3%
state	rule	Medical Supplies	0.1	0.0	0.0%	0.0	0.0%	0.0	0.0%
state	rule	Miscellaneous Services	14.1	21.3	51.5%	25.3	18.8%	28.2	11.5%
		<i>Outpatient Rehab</i>	1.2	1.2	2.1%	1.6	33.4%	1.7	1.6%
		<i>School District Services</i>	3.0	6.6	119.9%	8.3	26.6%	11.8	41.9%
		<i>Nurse's Aide Training</i>	0.3	0.9	221.8%	2.9	219.3%	2.9	0.0%
		<i>District Health</i>	0.0	0.1	169.3%	0.1	38.1%	0.1	1.2%
		<i>Other Practitioners</i>	9.6	12.5	30.8%	12.3	(1.2%)	11.7	(5.0%)
state	rule	Breast & Cervical Cancer	0.9	1.4	53.9%	2.4	66.3%	2.6	7.0%
rule	federal	Home Health Services	7.1	6.4	(10.8%)	6.7	5.4%	7.1	5.2%
rule	federal	Medicare Parts A & B	16.6	19.2	15.7%	21.7	13.0%	24.8	14.3%
rule	rule	Physical Therapy	4.1	4.4	5.9%	5.5	25.3%	5.6	2.4%
rule	rule	Group Health Plan Payments	1.5	1.1	(24.5%)	0.9	(17.2%)	1.0	4.9%
rule	rule	Mental Health	40.6	59.3	45.8%	70.5	18.9%	88.4	25.5%
rule	rule	Inst Mental Disease-SHS	3.0	0.0	(100.0%)	0.0	0.0%	0.0	0.0%
rule	rule	Healthy Connections	3.8	4.6	22.0%	6.0	29.0%	6.4	6.7%
rule	rule	Ambulatory Surgical Centers	5.4	6.6	23.8%	7.5	12.5%	8.4	12.8%
rule	rule	Childrens Health Program (A)	16.2	16.9	4.2%	17.9	5.9%	18.0	1.0%
rule	rule	Childrens Health Program (B)	0.0	0.0	0.0%	1.5	100.0%	4.6	202.0%
rule	rule	Hospital DSH	10.3	10.3	0.3%	12.1	17.8%	12.1	0.0%
rule	rule	Upper Payment Limit	10.4	9.1	(12.6%)	13.1	44.5%	9.5	(27.1%)
Total Expenditures			869.6	969.3		1,081.3		1,181.4	
Percent Change			11.9%	11.5%		11.5%		9.3%	

Department of Correction General Fund Comparison to the State Budget

<u>Year</u>	<u>State Budget</u>	<u>% Chg</u>	<u>Corrections</u>	<u>% Chg</u>	<u>% of Corrections to State Budget</u>	<u>Inmate Population</u>	<u>% Chg</u>
1987	622,435,100	7.2%	15,286,600	3.6%	2.5%	1,417	12.0%
1988	658,870,000	5.9%	17,314,100	13.3%	2.6%	1,457	2.8%
1989	699,236,100	6.1%	21,240,900	22.7%	3.0%	1,511	3.7%
1990	784,505,700	12.2%	27,290,000	28.5%	3.5%	1,822	20.6%
1991	911,749,600	16.2%	33,748,400	23.7%	3.7%	2,040	12.0%
1992	996,243,100	9.3%	39,199,600	16.2%	3.9%	2,241	9.9%
1993	1,025,859,900	3.0%	39,578,500	1.0%	3.9%	2,419	7.9%
1994	1,098,360,700	7.1%	44,074,800	11.4%	4.0%	2,788	15.3%
1995	1,268,128,600	15.5%	55,156,600	25.1%	4.3%	3,150	13.0%
1996	1,337,541,800	5.5%	58,760,600	6.5%	4.4%	3,496	11.0%
1997	1,391,773,100	4.1%	63,133,000	7.4%	4.5%	3,959	13.2%
1998	1,446,401,100	3.9%	74,109,300	17.4%	5.1%	3,957	-0.1%
1999	1,609,676,100	11.3%	78,243,000	5.6%	4.9%	4,404	11.3%
2000	1,679,768,900	4.4%	82,429,000	5.3%	4.9%	5,002	13.6%
2001	1,828,502,900	8.9%	94,577,600	14.7%	5.2%	5,452	9.0%
2002	1,979,451,500	8.3%	108,633,600	14.9%	5.5%	5,802	6.4%
2003	1,925,457,700	-2.7%	104,749,700	-3.6%	5.4%	5,825	0.4%
2004	1,987,198,800	3.2%	107,650,800	2.8%	5.4%	6,312	8.4%
2005 *	2,107,100,000	6.4%	116,309,600	7.1%	5.5%	6,481	11.7%
Average Annual Change		7.1%		11.8%			9.6%

* State budget general fund reflects the 2005 Estimate and revised inmate population forecast.

The average annual growth rate in state general fund expenditures from 1987 to 2005 has been 7.1%, while the average annual growth rate in Corrections over this same time period has been 11.8%. The inmate population in prison has grown 9.6% per year, while the number of parolees and probationers under state supervision has grown closer to 9% during the same time frame.

In 1987, the Department of Correction made up 2.5% of the state general fund budget, but is estimated to increase to 5.5% in 2005.

Department of Correction

Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	1,426.80	110,511,000	127,305,700	1,426.80	110,511,000	127,305,700
HB 805 One-time 1% Salary Increase	0.00	521,300	574,300	0.00	521,300	574,300
Supplementals						
Support Division						
1. Medical Costs for New Beds	0.00	964,700	964,700	0.00	964,700	964,700
Operations Division						
1. County & Contract Beds	0.00	2,679,200	2,679,200	0.00	2,679,200	2,679,200
2. ISCI Inmate Population Growth	10.00	599,000	599,000	9.00	546,200	546,200
3. ICIO Inmate Population Growth	0.00	62,900	62,900	0.00	62,900	62,900
4. NICI Inmate Population Growth	1.00	53,700	161,300	1.00	53,700	161,300
5. SICI Population Growth -Tents	2.00	66,500	66,500	2.00	66,500	66,500
6. SICI Population Growth - Annex	14.00	452,000	552,000	14.00	452,000	552,000
7. SAWC Inmate Population Growth	5.00	314,900	314,900	5.00	314,900	314,900
8. PWCC Inmate Population Growth	1.00	84,400	84,400	1.00	84,400	84,400
Governor's Rescission	0.00	0	0	0.00	(354,800)	(379,200)
FY 2005 Total Appropriation	1,459.80	116,309,600	133,364,900	1,458.80	115,902,000	132,932,900
Non-Cognizable Funds and Transfers	1.60	0	342,200	1.60	0	342,200
FY 2005 Estimated Expenditures	1,461.40	116,309,600	133,707,100	1,460.40	115,902,000	133,275,100
Removal of One-Time Expenditures	(1.60)	(2,664,800)	(3,615,600)	(1.60)	(2,594,600)	(3,537,900)
Base Adjustments	0.00	0	(499,100)	0.00	284,600	(197,600)
FY 2006 Base	1,459.80	113,644,800	129,592,400	1,458.80	113,592,000	129,539,600
Benefit Costs	0.00	1,241,900	1,368,200	0.00	961,200	1,059,000
Inflationary Adjustments	0.00	182,500	224,300	0.00	0	0
Replacement Items	0.00	1,192,100	1,222,300	0.00	185,500	203,600
Nonstandard Adjustments	0.00	1,430,100	1,438,600	0.00	1,430,100	1,438,600
Annualizations	0.00	828,500	908,900	0.00	808,200	888,600
Change in Employee Compensation	0.00	534,900	585,000	0.00	534,900	585,000
27th Payroll	0.00	2,085,100	2,317,000	0.00	2,085,100	2,317,000
Fund Shifts	0.00	375,400	0	0.00	304,000	0
FY 2006 Program Maintenance	1,459.80	121,515,300	137,656,700	1,458.80	119,901,000	136,031,400
Enhancements						
Support Division						
1. Medical Costs for New Beds	0.00	513,400	513,400	0.00	513,400	513,400
2. Hepatitis C Treatment	0.00	390,000	390,000	0.00	0	0
Operations Division						
1. Client Growth	14.00	0	761,600	14.00	0	761,600
2. Interstate Compact	1.00	0	45,100	1.00	0	45,100
3. ISRF Program	0.00	0	250,000	0.00	0	250,000
4. Federal Grant	1.60	0	93,700	1.60	0	93,700
5. Sprung Structure	12.00	1,430,300	1,430,300	12.00	1,430,300	1,430,300
6. Additional Female Housing	30.00	2,207,100	2,207,100	30.00	2,075,100	2,075,100
FY 2006 Total	1,518.40	126,056,100	143,347,900	1,517.40	123,919,800	141,200,600
Chg from FY 2005 Orig Approp.	91.60	15,545,100	16,042,200	90.60	13,408,800	13,894,900
% Chg from FY 2005 Orig Approp.	6.4%	14.1%	12.6%	6.3%	12.1%	10.9%

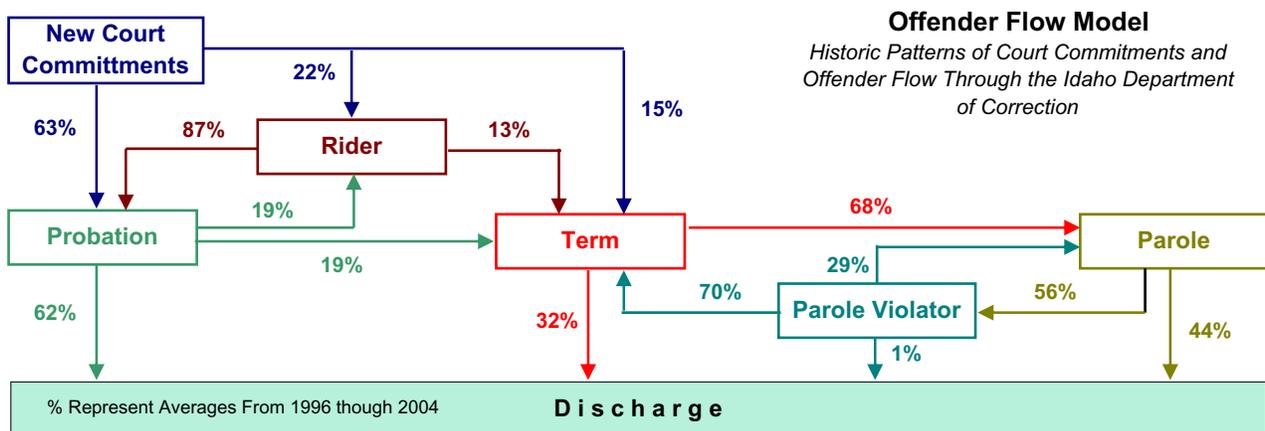
Department of Correction

Forecasting Offender Population Growth

The *Idaho Offender Population Forecast FY 2005 to 2008* was released by the Department of Correction in September 2004. Historical and forecast data for incarcerated offenders are shown in the table below. The Department of Correction develops the forecast based on guidance from a Forecast Advisory Committee. The complete forecast provides an estimate of the incarcerated and supervised offenders for the next four years.

Offender Population	2003 Actual	2004 Actual	2005 Forecast	2006 Forecast	2007 Forecast	2008 Forecast
Incarcerated Offenders						
Actual & Forecast	5,825	6,312	6,481	6,846	7,317	7,689
Change from Prior Year	23	487	169	365	471	372
Annual Percent Change	0.4%	8.4%	2.7%	5.6%	6.9%	5.1%
Supervised Offenders						
Actual & Forecast	9,346	9,955	10,839	11,652	12,504	13,540
Change from Prior Year	873	609	884	813	852	1,036
Annual Percent Change	10.3%	6.5%	8.9%	7.5%	7.3%	8.3%
Total Population						
Actual & Forecast	15,171	16,267	17,320	18,498	19,821	21,229
Change from Prior Year	896	1,096	1,053	1,178	1,323	1,408
Annual Percent Change	6.3%	7.2%	6.5%	6.8%	7.2%	7.1%

The forecast methodology is a flow model, and is influenced by two key factors: 1) offenders entering the system and 2) offenders leaving the system. The model relies on the Forecast Advisory Committee members to establish the future rates at which the courts will admit offenders. The number of offenders entering the system is then calculated based on the Idaho population age 20 to 34. The Bureau of Review and Analysis in the Department then uses historical patterns of offender status changes to determine when offenders will leave the system. This combination of information completes the forecast. The following graphic represents the "flow model" for forecasting the prison population.



Idaho Legislative Budget Book

Education

2005 Legislative Session

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Idaho Legislative Budget Book

Public School Support

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Public School Support

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Administrators	73,887,800	73,887,800	74,401,000	78,284,900	76,361,100
Teachers	665,066,700	665,066,700	685,608,600	726,581,700	706,219,400
Operations	289,771,300	289,771,300	276,244,500	302,155,800	285,153,000
Children's Programs	114,655,000	114,655,000	118,040,200	129,855,600	123,505,600
Facilities	9,250,000	9,250,000	11,300,000	18,450,000	13,450,000
Total:	1,152,630,800	1,152,630,800	1,165,594,300	1,255,328,000	1,204,689,100
BY FUND CATEGORY					
General	943,000,800	943,000,800	964,706,500	1,049,708,300	999,069,400
Dedicated	55,650,000	55,650,000	42,907,800	40,619,700	40,619,700
Federal	153,980,000	153,980,000	157,980,000	165,000,000	165,000,000
Total:	1,152,630,800	1,152,630,800	1,165,594,300	1,255,328,000	1,204,689,100
Percent Change:		0.0%	1.1%	7.7%	3.4%
BY OBJECT OF EXPENDITURE					
Lump Sum	1,152,630,800	1,152,630,800	1,165,594,300	1,255,328,000	1,204,689,100

Department Description

Provide state and federal funding to the 114 local school districts for public education, grades K-12.

Public School Support Agency Profile

Analyst: Hancock

Comparison of Public School Budget Proposals

	FY 2004 APPROP.	FY 2005 APPROP.	FY 2006 REQUEST	FY 2006 GOV. REC.
I. STATE APPROPRIATION				
A. Sources of Funds				
1. General Fund	\$943,000,800	\$964,706,500	\$1,049,708,300	\$999,069,400
2. Dedicated Funds	\$55,650,000	\$42,907,800	\$40,619,700	\$40,619,700
3. Federal Funds	\$153,980,000	\$157,980,000	\$165,000,000	\$165,000,000
4. TOTAL STATE APPROPRIATIONS	\$1,152,630,800	\$1,165,594,300	\$1,255,328,000	\$1,204,689,100
<i>percent change from prior year:</i>	17.0%	1.1%	7.7%	3.4%
II. PROGRAM DISTRIBUTION				
A. Statutory Requirements				
1. Property Tax Replacement	\$73,022,700	\$75,000,000	\$75,000,000	\$75,000,000
2. Transportation	\$61,113,000	\$57,600,000	\$59,947,700	\$59,947,700
3. Border Contracts	\$800,000	\$800,000	\$800,000	\$800,000
4. Exceptional Contracts/Tuition Equivalents	\$4,000,000	\$5,000,000	\$5,750,000	\$5,750,000
5. Floor	\$1,300,000	\$1,300,000	\$1,300,000	\$0
6. Program Adjustments	\$300,000	\$300,000	\$400,000	\$400,000
7. Salary-based Apportionment	\$666,616,200	\$684,339,900	\$718,207,700	\$702,390,400
8. Teacher Incentive Award	\$654,000	\$696,400	\$696,400	\$696,400
9. State Paid Employee Benefits	\$117,238,500	\$124,704,900	\$135,195,700	\$127,961,200
10. Early Retirement Program	\$4,500,000	\$4,000,000	\$4,600,000	\$4,600,000
11. Bond Levy Equalization	\$825,000	\$2,000,000	\$5,000,000	\$5,000,000
12. Idaho Safe & Drug-Free Schools	\$4,700,000	\$4,700,000	\$4,700,000	\$4,700,000
13. Sub-total -- Statutory Requirements	\$935,069,400	\$960,441,200	\$1,011,597,500	\$987,245,700
B. Other Program Distributions				
1. Technology Grants	\$8,400,000	\$8,400,000	\$12,400,000	\$12,400,000
2. Idaho Reading Initiative	\$3,300,000	\$2,800,000	\$2,800,000	\$2,800,000
3. Limited English Proficiency (LEP)	\$4,475,000	\$4,850,000	\$5,060,000	\$5,060,000
4. Least Restrictive Environment (teacher training)	\$1,000,000	\$0	\$1,000,000	\$1,000,000
5. Gifted & Talented	\$500,000	\$500,000	\$500,000	\$500,000
6. Idaho Digital Learning Academy	\$450,000	\$450,000	\$900,000	\$450,000
7. Achievement Standards Implementation	\$4,000,000	\$0	\$0	\$0
8. Beginning Teacher Support Program	\$0	\$0	\$2,000,000	\$0
9. Adequate Yearly Progress (AYP) Mitigation	\$0	\$0	\$5,100,000	\$0
10. School Facilities Funding (Lottery)	\$8,425,000	\$8,922,500	\$13,450,000	\$8,450,000
11. HB 315 Facilities Transfer (Whitepine)	\$0	\$377,500	\$0	\$0
12. Idaho Student Info. Management System (ISIMS)	\$0	\$0	\$7,659,000	\$0
13. College Entrance Exam Fees	\$0	\$0	\$800,000	\$0
14. Federal Funds to Local School Districts	\$150,980,000	\$157,980,000	\$165,000,000	\$165,000,000
15. Sub-total -- Other Program Distributions	\$181,530,000	\$184,280,000	\$216,669,000	\$195,660,000
TOTAL CATEGORICAL EXPENDITURES	\$1,116,599,400	\$1,144,721,200	\$1,228,266,500	\$1,182,905,700
III. PUBLIC EDUCATION STABILIZATION FUNDS	\$7,135,000	\$0	\$0	\$0
III. STATE DISCRETIONARY FUNDS	\$28,896,400	\$20,873,100	\$27,061,500	\$21,783,400
IV. ESTIMATED SUPPORT UNITS	12,670	12,870	13,050	13,050
V. STATE DISCRETIONARY \$/SUPPORT UNIT	\$2,281	\$1,622	\$2,074	\$1,669
VI. LOCAL DISCRETIONARY \$/SUPPORT UNIT	\$22,166	\$22,828	\$23,110	\$23,110
VII. TOTAL DISCRETIONARY \$/SUPPORT UNIT	\$24,447	\$24,450	\$25,184	\$24,779

Public School Support Agency Profile

Analyst: Hancock

Public Schools Funding Formula

At the core of Idaho's Public Schools funding system is a formula that determines the amount of money that each school district is entitled to receive. This formula multiplies the four factors shown below:

Support Units
times
Staff Allowance
times
Base Salary
times
Experience/Education Index

The product of the above calculation, which is done for each school district in the state, is called the district's "salary-based apportionment". Other funds are then added to each district's salary-based apportionment, as shown below:

Salary-Based Apportionment
plus
Local M&O Levy Funds
plus
State Property Tax Replacement Funds
plus
State Discretionary Funds

The sum of the above calculation, reflects the amount of formula funding that each school district is entitled to receive. The last part of the formula, which is called "equalization", determines how much of a district's formula funding will come from the state. This formula is shown below:

Formula Funding per Support Unit
minus
Local M&O Levy and State Property Tax
Replacement Funds per Support Unit

The result of the above calculation is the amount of formula funding that will be provided by the state. If the result is a negative number, which happens in a handful of school districts with extremely high property values, then the state provides zero formula dollars, subject to the provisions of "Flooring". This equalization calculation ensures that the state provides relatively greater support to school districts that are property-poor, and less to those that are property-rich. This, in turn, ensures that children in Idaho will receive equal access to a quality education, at least insofar as funding is concerned, regardless of whether they live in a poor or wealthy area of the state.

On the facing page you will find a list of many of the terms used on this page.

Public Schools Funding Formula Terminology

Support Units are the foundation of how schools in Idaho are funded, and are often thought of and referred to as "classroom units". The state does not fund school districts based on the number of students, it funds them based on the number of support units. A school district generates support units, however, based on the number of students it has in average daily attendance in various categories, such as kindergarten, elementary, and secondary. These student counts are then divided by a series of divisors found in Section 33-1002, Idaho Code. For example, a school district with 340 students categorized as secondary students (grades 7-12) would be assigned a divisor of 16.0, which means that school district would receive 21.25 support units of funding. School districts with more students receive larger divisors, while smaller districts receive smaller divisors. As a result, a small district needs fewer students to generate a support unit of funding than a large district. Some of the reasons for this arrangement include that larger districts can usually operate more efficiently, with greater economies of scale than small districts, and that small districts still need to be able to offer students a thorough, comprehensive education, in spite of their small size.

Staff Allowance establishes the number of staff positions to be funded by each support unit. Section 33-1004, Idaho Code sets these levels at 1.1 instructional staff, 0.075 administrative staff, and 0.375 classified staff. The state funds more than one teaching position per support unit, or "classroom", because there are a number of positions categorized as instructional that are not regular classroom teachers. These can include school counselors, librarians, and special education instructors.

A **Base Salary** is assigned for each of the staff categories. These base salary figures are \$18,648 for classified staff, \$33,760 for administrative staff, and \$23,210 for instructional staff.

The **experience/education index** provides for an escalating series of salary multipliers for instructional and administrative staff (the classified staff portion of the formula ends with the base salary funding component). This component of the formula provides more funding for teachers and administrators with more experience and education than it does for those that are less experienced and educated. This table of multipliers, which runs from zero years of experience to 13+ years, and includes seven different levels of educational achievement, can be found in Section 33-1004A, Idaho Code. Because of the way the table appears in Idaho Code, years of experience are often referred to as "steps", and educational achievement as "lanes". Multipliers range from 1.0000 to 2.0126. Whatever multiplier a staff member receives is multiplied against the base salary for that type of staff. For example, an administrative staff member with 15 years of experience and a master's degree, plus 12 additional college credits, would receive a multiplier of 1.7371, and would be allocated \$58,644. A teacher with the same profile would receive an allocation of \$40,318, since instructional staff have a lower base salary than administrative staff. Instructional staff, however, can never be allocated less than \$27,500, regardless of low multipliers, since the state funds each instructional position at a minimum of \$27,500, which matches and fully funds the state mandate that teachers in Idaho be paid a minimum of \$27,500.

Salary-Based Apportionment is the result of the four-part funding formula described above, and on the previous page.

Discretionary Funds from the state are those dollars appropriated for public schools that are not needed to satisfy either the formula funding requirements of Idaho Code, or line -item earmarks in the appropriation bill. These dollars are added to salary-based apportionment funds and are a part of each district's equalization formula. Discretionary funds can be spent in any way the district chooses, based on locally-established priorities.

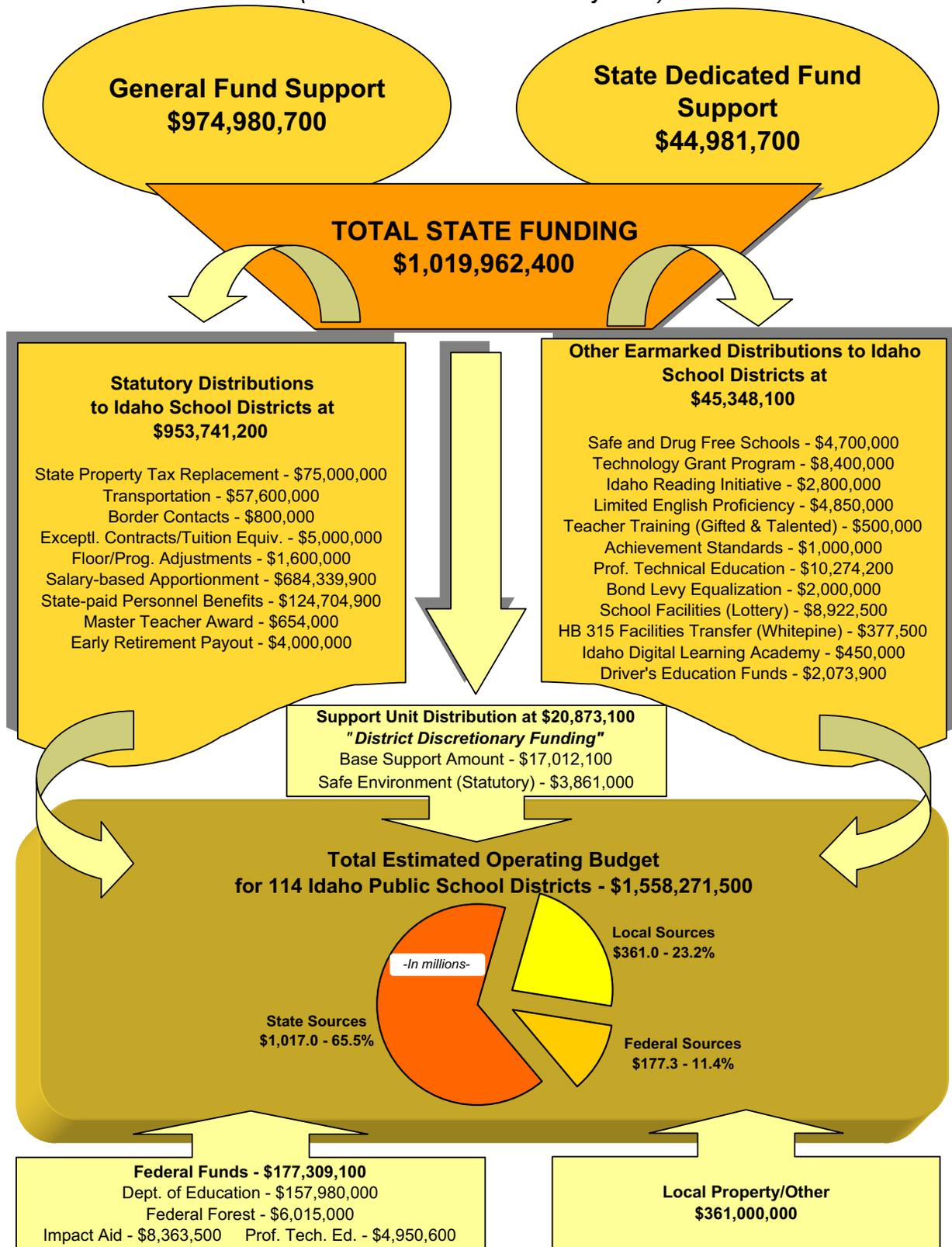
Equalization is the process by which the state subtracts maintenance and operations levy funds from the total funding that a school district is entitled to receive, under the formula. Property-wealthy districts, as a result, have a larger figure subtracted from the total. Since the state funds the balance, this leaves wealthy districts with a smaller state contribution. Property-poor districts, conversely, have a larger balance left for the state to fund.

Flooring is the state's guarantee that each school district will receive at least 90% of the state formula funding that they received in the prior year. Since some hyper-wealthy districts, such as Blaine County, would otherwise receive nothing under the formula, they continue to receive Flooring funding from the state, with a 10% reduction each year, based on past support levels that the district enjoyed, prior to the current equalization formula.

Public School Support Agency Profile

Analyst: Hancock

IDAHO PUBLIC SCHOOL OPERATIONAL SUPPORT - FY 2005 FUND FLOW (Excludes Bond and Plant Facility funds)



Public School Support Agency Profile

Analyst: Hancock

Public Schools Activity/Performance Measures & Financial Information

Selected Measures (FY 2002-2003 -- Most recent available for personnel, salary & enrollment info.)

Local School District Certified Personnel	FY 2003	FY 2004	# Change	% Change
District Administration	392.96	375.08	(17.88)	(4.6%)
School Administration	718.71	724.10	5.39	0.7%
Student Services	1,292.94	1,272.12	(20.82)	(1.6%)
Instructional Services:				
Elementary Teachers	7,085.56	7,251.58	166.02	2.3%
Secondary Teachers	<u>6,766.59</u>	<u>6,751.01</u>	<u>(15.58)</u>	<u>(0.2%)</u>
Sub-total - Teachers	13,852.15	14,002.59	150.44	1.1%
Statewide Total (FTE)	16,256.76	16,373.89	117.13	0.7%

Certified Staff Total Salaries	FY 2003	FY 2004	# Change	% Change
Average Superintendent	\$82,129	\$82,909	\$780	0.9%
Average Assistant Superintendent	\$86,769	\$89,683	\$2,914	3.4%
Average Elementary Principal	\$66,413	\$66,889	\$476	0.7%
Average Secondary Principal	\$68,645	\$69,174	\$529	0.8%
Average Elementary Teacher	\$40,301	\$40,645	\$344	0.9%
Average Secondary Teacher	\$41,422	\$41,809	\$387	0.9%

Student Enrollment by Size of District	FY 2003	FY 2004	# Change	% Change
Over 5,000 Students (10 & 11 Districts)	122,713	129,899	7,186	5.9%
2,500 to 4,999 Students (15 & 14 Districts)	58,204	54,234	(3,970)	(6.8%)
1,000 to 2,499 Students (29 Districts)	44,273	45,093	820	1.9%
500 to 999 Students (22 & 19 Districts)	14,746	12,923	(1,823)	(12.4%)
Less than 500 Students (38 & 41 Districts)	<u>8,579</u>	<u>9,888</u>	<u>1,309</u>	<u>15.3%</u>
Statewide Total (FTE - 114 Districts)	248,515	252,037	3,522	1.4%

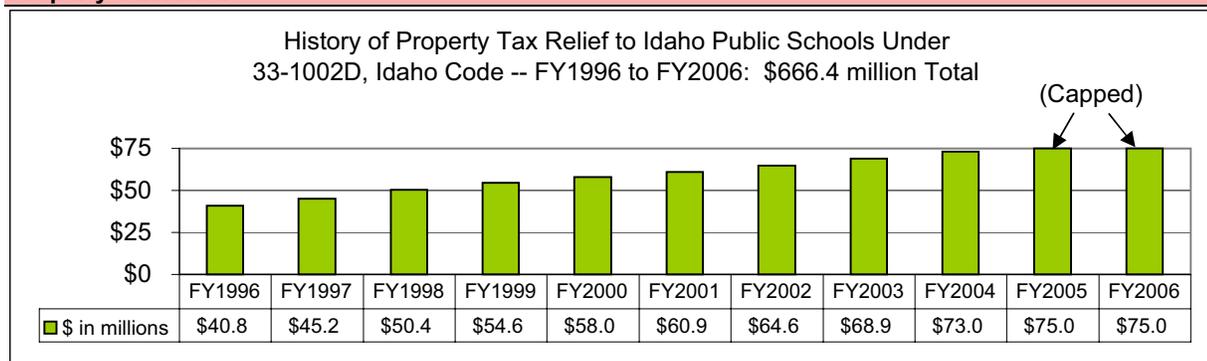
High School Dropout Rate (Actual dropouts per grade level)

00-01: 9th Grade-3.75% -- 10th Grade-5.34% -- 11th Grade-5.85% -- 12th Grade- 5.51%
01-02: 9th Grade-2.51% -- 10th Grade-3.73% -- 11th Grade-4.85% -- 12th Grade- 4.36%
02-03: 9th Grade-2.52% -- 10th Grade-3.83% -- 11th Grade-4.64% -- 12th Grade- 4.73%

02-03 Testing Information: Percent of Idaho students achieving ISAT proficiency

Reading: 4th Grade-76% -- 8th Grade-74% -- 10th Grade-75% **Language:** 4th Grade-80% -- 8th Grade-71% -- 10th Grade - 75% **Math:** 4th Grade:-78% -- 8th Grade-53% -- 10th Grade-72%

Property Tax Relief

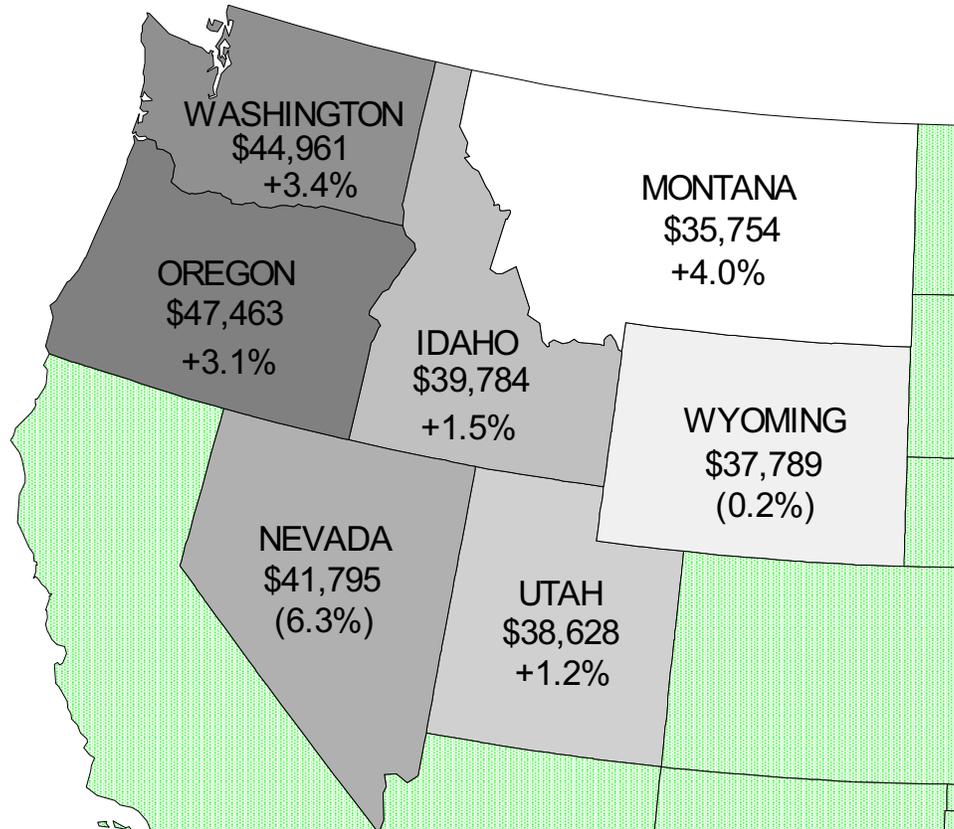


Public School Support Agency Profile

Analyst: Hancock

Regional Comparative Information on Average Teacher's Salaries: 2002-03

~includes percent change from prior year



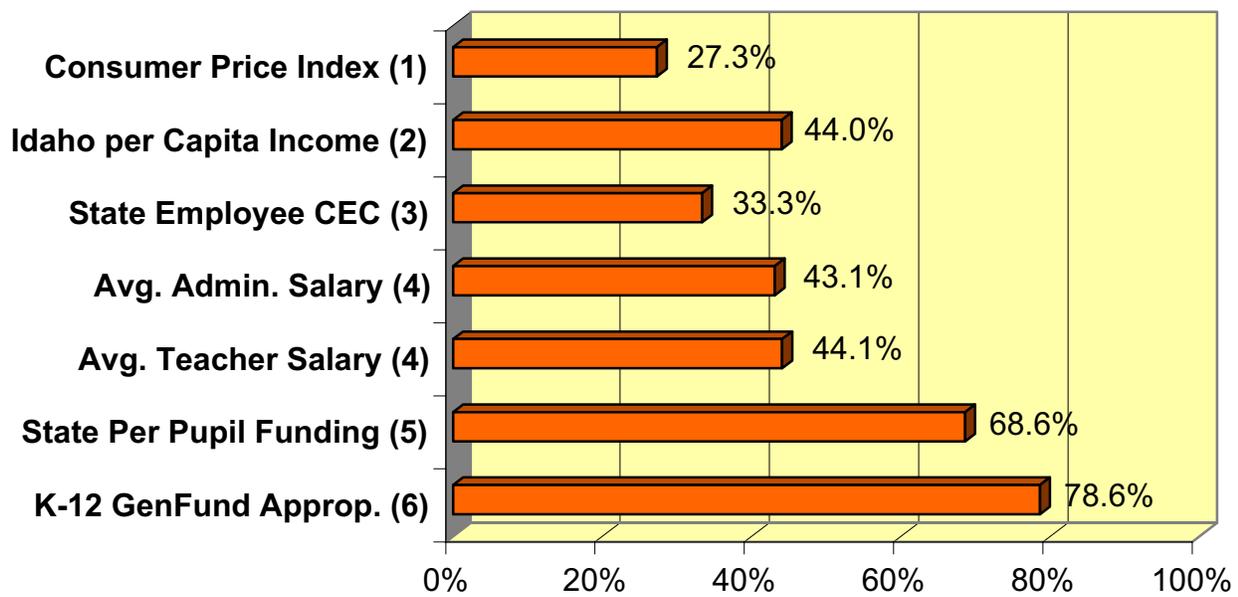
Source: American Federation of Teachers,
Average Teacher Salary in 2002-03, State Rankings

- Idaho does not have a mandatory statewide salary schedule, apart from a requirement that each full-time teacher be paid at least \$27,500/year. Salaries are determined at a local district-by-district level based on individual collective bargaining agreements. The state provides for a salary-based apportionment formula which is based on state base salary and staff allowance factors, enrollment (the number of school district support units), and the average education and experience (index) in each district. This determines what the state will fund, although districts may exceed this using local resources.

- Idaho utilizes a base salary for purposes of determining the salary-based apportionment on a statewide basis. To change the value of the apportionment, apart from enrollment (support units) changes, a change to the base salaries as established in Idaho Code, Section 33-1004E, is normally required. The FY 2005 Public Schools appropriation did not fund any increases in base salaries, although it did fund pay increases driven by the education portion of the experience/education index for FY 2004 and FY 2005. The appropriation also funded a 10% increase in the minimum teacher salary, from \$25,000 to \$27,500.

Idaho Teacher Salaries *Comparisons & Indicators*

10-Year Percent Change (FY94 ~ FY04)



FY02/03 Selected Idaho Rankings (among 50 states)	
Avg. Beginning Teacher Salary ⁷	42nd
Avg. Teacher Salary ⁷	31st
Avg. Teacher Salary as % of Private Sector Earnings ⁷	9th
% Change in Avg. Teacher Salary, 1992-2002 ⁷	1st
FY 2002 Per Pupil Expenditures ⁸	45th

Sources: 1.) U.S. Dept. of Labor; 2.) Idaho Economic Forecast (DFM); 3.) Idaho Legislative Fiscal Report (LSO); 4.) Annual Statistical Report (ID Dept. of Ed.); 5.) Financial Summaries (ID Dept. of Ed.); 6.) Legislative Fiscal Report (LSO); 7.) American Federation of Teachers; 8.) Nat'l Center for Educ. Statistics.

Administrators

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	72,347,800	72,347,800	72,821,000	76,634,700	74,710,900
Federal	1,540,000	1,540,000	1,580,000	1,650,200	1,650,200
Total:	73,887,800	73,887,800	74,401,000	78,284,900	76,361,100
Percent Change:		0.0%	0.7%	5.2%	2.6%
BY OBJECT OF EXPENDITURE					
Lump Sum	73,887,800	73,887,800	74,401,000	78,284,900	76,361,100

Division Description

Provide state and federal funding to support the administration of Idaho's public charter schools and 114 local school districts, grades K-12.

Administrators

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	72,821,000	74,401,000	0.00	72,821,000	74,401,000
Base Adjustments	0.00	112,200	112,200	0.00	112,200	112,200
FY 2006 Base	0.00	72,933,200	74,513,200	0.00	72,933,200	74,513,200
Benefit Costs	0.00	378,900	378,900	0.00	0	0
Nonstandard Adjustments	0.00	1,070,500	1,140,700	0.00	1,048,600	1,118,800
Public School Base Salary Increase	0.00	750,700	750,700	0.00	729,100	729,100
FY 2006 Program Maintenance	0.00	75,133,300	76,783,500	0.00	74,710,900	76,361,100
1. Base Salary Increase	0.00	1,501,400	1,501,400	0.00	0	0
FY 2006 Total	0.00	76,634,700	78,284,900	0.00	74,710,900	76,361,100
Change from Original Appropriation	0.00	3,813,700	3,883,900	0.00	1,889,900	1,960,100
% Change from Original Appropriation		5.2%	5.2%		2.6%	2.6%

Administrators

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.00	72,821,000	0	1,580,000	74,401,000

Base Adjustments

Transfers administrators' share of unemployment insurance funds from the Division of Teachers.

Agency Request	0.00	112,200	0	0	112,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>112,200</i>	<i>0</i>	<i>0</i>	<i>112,200</i>

FY 2006 Base					
Agency Request	0.00	72,933,200	0	1,580,000	74,513,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>72,933,200</i>	<i>0</i>	<i>1,580,000</i>	<i>74,513,200</i>

Benefit Costs

Reflects the increase in employer-paid PERSI retirement contribution rates, from 10.39% to 11.00%.

Agency Request	0.00	378,900	0	0	378,900
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Nonstandard Adjustments

Statutorily-required Nonstandard Adjustments include an enrollment-driven increase of 175 support units (\$969,200). Nonstandard Adjustments not required by statute include an increase in the portion of federal funds that are attributable to administrators (\$70,200) and a requested increase in the experience/education index for administrators (\$101,300).

Agency Request	0.00	1,070,500	0	70,200	1,140,700
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The Governor recommends half of the requested increase in the experience/education index.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,048,600</i>	<i>0</i>	<i>70,200</i>	<i>1,118,800</i>
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Public School Base Salary Increase

Agency Request	0.00	750,700	0	0	750,700
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The Governor recommends a 1% increase in statutory base salaries.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>729,100</i>	<i>0</i>	<i>0</i>	<i>729,100</i>
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FY 2006 Program Maintenance					
Agency Request	0.00	75,133,300	0	1,650,200	76,783,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>74,710,900</i>	<i>0</i>	<i>1,650,200</i>	<i>76,361,100</i>

1. Base Salary Increase

This enhancement would provide ongoing funding for a further 2% increase in the base salary component of the public school funding formula for administrators, in addition to the 1% increase requested above. This requested percentage increase is identical to the increases being requested for teachers and classified employees. The last time administrators received a base salary funding increase from the state was FY 2002, when the base salary was increased by 5.5%, to \$33,760. This figure is then multiplied, under the public schools funding formula, by a multiplier from the experience/education index, found in Section 33-1004A, Idaho Code. Since administrators tend to be highly educated, and tend to have 13 or more years of experience working or teaching in schools, their average multiplier is quite high - near the cap of 1.86643 in FY 2005. The decision of whether or not to fund base salary increases does not automatically translate into pay increases (or not) for school district employees, since all salary decisions are made locally. This enhancement is, however, one of several key decision points that impact how much money school districts will have available for pay increases.

Agency Request	0.00	1,501,400	0	0	1,501,400
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Administrators

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	0.00	76,634,700	0	1,650,200	78,284,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>74,710,900</i>	<i>0</i>	<i>1,650,200</i>	<i>76,361,100</i>
Agency Request					
Change from Original App	0.00	3,813,700	0	70,200	3,883,900
% Change from Original App		5.2%		4.4%	5.2%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>1,889,900</i>	<i>0</i>	<i>70,200</i>	<i>1,960,100</i>
<i>% Change from Original App</i>		<i>2.6%</i>		<i>4.4%</i>	<i>2.6%</i>

Teachers

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	614,436,700	614,436,700	633,663,400	672,328,300	651,966,000
Federal	50,630,000	50,630,000	51,945,200	54,253,400	54,253,400
Total:	665,066,700	665,066,700	685,608,600	726,581,700	706,219,400
Percent Change:		0.0%	3.1%	6.0%	3.0%
BY OBJECT OF EXPENDITURE					
Lump Sum	665,066,700	665,066,700	685,608,600	726,581,700	706,219,400

Division Description

Provide state and federal funding to support instructional services in Idaho's public charter schools and 114 school districts, grades K-12.

Teachers

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	633,663,400	685,608,600	0.00	633,663,400	685,608,600
Base Adjustments	0.00	(278,100)	(278,100)	0.00	(278,100)	(278,100)
FY 2006 Base	0.00	633,385,300	685,330,500	0.00	633,385,300	685,330,500
Benefit Costs	0.00	3,335,300	3,335,300	0.00	0	0
Nonstandard Adjustments	0.00	13,690,000	15,998,200	0.00	11,377,200	13,685,400
Public School Base Salary Increase	0.00	6,305,900	6,305,900	0.00	6,203,500	6,203,500
FY 2006 Program Maintenance	0.00	656,716,500	710,969,900	0.00	650,966,000	705,219,400
1. Base Salary Increase	0.00	12,611,800	12,611,800	0.00	0	0
2. Teacher Mentoring Program	0.00	2,000,000	2,000,000	0.00	0	0
3. Least Restrictive Environment	0.00	1,000,000	1,000,000	0.00	1,000,000	1,000,000
FY 2006 Total	0.00	672,328,300	726,581,700	0.00	651,966,000	706,219,400
Change from Original Appropriation	0.00	38,664,900	40,973,100	0.00	18,302,600	20,610,800
% Change from Original Appropriation		6.1%	6.0%		2.9%	3.0%

Teachers

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	0.00	633,663,400	0	51,945,200	685,608,600
Base Adjustments					
Transfers unemployment insurance funds attributable to administrators and classified staff to other divisions within the Public Schools budget.					
Agency Request	0.00	(278,100)	0	0	(278,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(278,100)</i>	<i>0</i>	<i>0</i>	<i>(278,100)</i>
FY 2006 Base					
Agency Request	0.00	633,385,300	0	51,945,200	685,330,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>633,385,300</i>	<i>0</i>	<i>51,945,200</i>	<i>685,330,500</i>
Benefit Costs					
Reflects the increase in employer-paid PERSI retirement contribution rates, from 10.39% to 11.00%.					
Agency Request	0.00	3,335,300	0	0	3,335,300
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Nonstandard Adjustments					
Statutorily-required Nonstandard Adjustments include an enrollment-driven increase of 175 support units (\$8,541,700) and an increase in teacher participation in the Early Retirement Program (\$600,000). Nonstandard Adjustments not required by statute include an increase in the portion of federal funds that are attributable to teachers (\$2,308,200) and a requested increase in the experience/education index (\$4,548,300).					
Agency Request	0.00	13,690,000	0	2,308,200	15,998,200
<i>The Governor recommends half of the requested increase in the experience/education index.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>11,377,200</i>	<i>0</i>	<i>2,308,200</i>	<i>13,685,400</i>
Public School Base Salary Increase					
Agency Request	0.00	6,305,900	0	0	6,305,900
<i>The Governor recommends a 1% increase in statutory base salaries.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,203,500</i>	<i>0</i>	<i>0</i>	<i>6,203,500</i>
FY 2006 Program Maintenance					
Agency Request	0.00	656,716,500	0	54,253,400	710,969,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>650,966,000</i>	<i>0</i>	<i>54,253,400</i>	<i>705,219,400</i>

Teachers

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Base Salary Increase

This enhancement would provide ongoing funding for a 2% increase in the base salary component of the public school funding formula for teachers, in addition to the 1% increase requested above. This requested percentage increase is identical to the increases being requested for administrators and classified employees. The last time teachers received a base salary funding increase from the state was FY 2002, when the base salary was increased by 5.5%, to \$23,210, although the state did fund a 10% increase in the minimum teacher salary in FY 2005, to \$27,500, which primarily affected teachers in their first five years of teaching. The base salary figure is then multiplied, under the public schools funding formula, by a multiplier from the experience/education index, found in Section 33-1004A, Idaho Code. For teachers, the statewide average multiplier is capped at 1.59092. The decision of whether or not to fund base salary increases does not automatically translate into pay increases (or not) for school district employees, since all salary decisions are made locally. This enhancement is, however, one of several key decision points that impact how much money school districts will have available for pay increases.

Agency Request	0.00	12,611,800	0	0	12,611,800
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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2. Teacher Mentoring Program

This enhancement would provide ongoing General Fund support for the teacher mentoring program. Because there was no legislative language in the FY 2004 or FY 2005 appropriation bills for the Division of Teachers that specifically earmarked money for this program, no funds are currently being provided. School districts are still required, however, by Section 33-514, Idaho Code, to provide for a teacher mentoring program for all teachers in their first three years of employment in the district (not in the profession). The Legislature had previously earmarked the \$2 million being requested for this program in Fiscal Years 2001 through 2003.

Agency Request	0.00	2,000,000	0	0	2,000,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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3. Least Restrictive Environment

This enhancement would restore ongoing funding for the Least Restrictive Environment program, which did not receive an earmark of funds in the FY 2005 budget. This program provides funds that school districts use to train teachers in how to handle special needs children in their classrooms. Funds are also used to hire teacher's aides in cases where the presence of one or more special needs children in a regular classroom would monopolize the teacher's time, and in doing so, deny educational opportunities to the other children in the classroom. This program had received \$1 million each year, from FY 1998 through FY 2004.

Agency Request	0.00	1,000,000	0	0	1,000,000
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Governor's Recommendation	0.00	1,000,000	0	0	1,000,000
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FY 2006 Total					
Agency Request	0.00	672,328,300	0	54,253,400	726,581,700
Governor's Recommendation	0.00	651,966,000	0	54,253,400	706,219,400

Agency Request

Change from Original App	0.00	38,664,900	0	2,308,200	40,973,100
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% Change from Original App		6.1%		4.4%	6.0%
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Governor's Recommendation

Change from Original App	0.00	18,302,600	0	2,308,200	20,610,800
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% Change from Original App		2.9%		4.4%	3.0%
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Operations

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	242,891,300	242,891,300	244,022,100	274,135,300	257,132,500
Dedicated	41,700,000	41,700,000	26,907,800	22,469,700	22,469,700
Federal	5,180,000	5,180,000	5,314,600	5,550,800	5,550,800
Total:	289,771,300	289,771,300	276,244,500	302,155,800	285,153,000
Percent Change:		0.0%	(4.7%)	9.4%	3.2%
BY OBJECT OF EXPENDITURE					
Lump Sum	289,771,300	289,771,300	276,244,500	302,155,800	285,153,000

Division Description

Provide state and federal funding in support of the operations of Idaho's public charter schools and 114 school districts, grades K-12.

Operations

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	244,022,100	276,244,500	0.00	244,022,100	276,244,500
Removal of One-Time Expenditures	0.00	(5,000,000)	(5,000,000)	0.00	(5,000,000)	(5,000,000)
Base Adjustments	0.00	165,900	165,900	0.00	(1,134,100)	(1,134,100)
FY 2006 Base	0.00	239,188,000	271,410,400	0.00	237,888,000	270,110,400
Benefit Costs	0.00	570,500	570,500	0.00	0	0
Inflationary Adjustments	0.00	271,400	271,400	0.00	0	0
Nonstandard Adjustments	0.00	4,115,500	4,351,700	0.00	3,821,300	4,057,500
Public School Base Salary Increase	0.00	1,089,300	1,089,300	0.00	1,074,800	1,074,800
Fund Shifts	0.00	4,438,100	0	0.00	0	(4,438,100)
FY 2006 Program Maintenance	0.00	249,672,800	277,693,300	0.00	242,784,100	270,804,600
1. Discretionary Funds	0.00	5,625,100	5,625,100	0.00	5,348,400	5,348,400
2. Base Salary Increase	0.00	2,178,400	2,178,400	0.00	0	0
3. ISIMS	0.00	7,659,000	7,659,000	0.00	0	0
4. Technology	0.00	9,000,000	9,000,000	0.00	9,000,000	9,000,000
FY 2006 Total	0.00	274,135,300	302,155,800	0.00	257,132,500	285,153,000
Change from Original Appropriation	0.00	30,113,200	25,911,300	0.00	13,110,400	8,908,500
% Change from Original Appropriation		12.3%	9.4%		5.4%	3.2%

Operations

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.00	244,022,100	26,907,800	5,314,600	276,244,500
Removal of One-Time Expenditures					
Removes one-time funding for technology.					
Agency Request	0.00	(5,000,000)	0	0	(5,000,000)
<i>Governor's Recommendation</i>	0.00	(5,000,000)	0	0	(5,000,000)
Base Adjustments					
Transfers the classified staff share of unemployment insurance funds from the Division of Teachers.					
Agency Request	0.00	165,900	0	0	165,900
<i>The Governor recommends removing the funding floor provision from Idaho Code, resulting in a reduction in state costs.</i>					
<i>Governor's Recommendation</i>	0.00	(1,134,100)	0	0	(1,134,100)
FY 2006 Base					
Agency Request	0.00	239,188,000	26,907,800	5,314,600	271,410,400
<i>Governor's Recommendation</i>	0.00	237,888,000	26,907,800	5,314,600	270,110,400
Benefit Costs					
Reflects the increase in employer-paid PERSI retirement contribution rates, from 10.39% to 11.00%.					
Agency Request	0.00	570,500	0	0	570,500
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in state discretionary funds.					
Agency Request	0.00	271,400	0	0	271,400
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0
Nonstandard Adjustments					
Statutorily-required Nonstandard Adjustments include an enrollment-driven increase of 175 support units (\$1,767,800) and an increase in pupil transportation costs (\$2,347,700). Of the transportation costs, \$748,800 is attributable to a 1.3% inflationary increase in regular pupil transportation costs, while \$1,598,900 is attributable to the cost of delivering virtual education to home-based students in virtual charter schools. Nonstandard Adjustments not required by statute include an increase in the portion of federal funds that are attributable to operations (\$236,200).					
Agency Request	0.00	4,115,500	0	236,200	4,351,700
<i>The amount of funds necessary for increased support units is reduced, due to the reduction or elimination of other cross-multipliers in the formula, such as the PERSI rate increase, and additional base salary increases beyond the 1% recommended.</i>					
<i>Governor's Recommendation</i>	0.00	3,821,300	0	236,200	4,057,500
Public School Base Salary Increase					
Agency Request	0.00	1,089,300	0	0	1,089,300
<i>The Governor recommends a 1% increase in statutory base salaries.</i>					
<i>Governor's Recommendation</i>	0.00	1,074,800	0	0	1,074,800

Operations

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Fund Shifts

Requests that the state General Fund make up for a projected reduction in endowment fund revenues. The reason for this reduction is a result of the Land Board's desire to further reduce the annual distribution rule for the Public Schools endowment. This distribution rule, which was designed to be a stable percentage that could be sustained in perpetuity, has, in fact, been altered by the Land Board in nearly every fiscal year of the rule's existence, due primarily to stock market losses, but also to struggling timber markets. The history of the Public Schools endowment distribution rule is as follows:

FY 2001: 8.5%
 FY 2002: 8.0%
 FY 2003: 7.5%
 FY 2004: 7.5%*
 FY 2005: 5.0%
 FY 2006: 4.0%

If the state follows a 4% distribution rule for FY 2006, it is projected that the Public Schools Earnings Reserve Fund will end the fiscal year with a free fund balance of just over \$44 million, after the deduction of all distributions and administrative costs.

*Cash shortfall reduced actual distribution to 6.4%.

Agency Request	0.00	4,438,100	(4,438,100)	0	0
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The Governor does not recommend appropriating General Funds to replace endowment funds lost as a result of the Land Board reducing the distribution rule from 5% to 4%.

Governor's Recommendation	0.00	0	(4,438,100)	0	(4,438,100)
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FY 2006 Program Maintenance					
Agency Request	0.00	249,672,800	22,469,700	5,550,800	277,693,300
Governor's Recommendation	0.00	242,784,100	22,469,700	5,550,800	270,804,600

1. Discretionary Funds

This enhancement would provide additional ongoing discretionary funds for school districts. While the bulk of the state's appropriation for public schools is directed by either statute or earmarks within the appropriation bill itself, these funds would flow to school districts with no specific directions as to their use. This request is in addition to the discretionary \$271,400 requested under the standard, statewide 1.3% inflation calculation.

Agency Request	0.00	5,625,100	0	0	5,625,100
Governor's Recommendation	0.00	5,348,400	0	0	5,348,400

2. Base Salary Increase

This enhancement would provide ongoing funding for a 2% increase in the base salary component of the public school funding formula for classified staff, in addition to the 1% increase requested above. This requested percentage increase is identical to the increases being requested for administrators and teachers. The Legislature funded a 1% base salary increase for classified staff in FY 2005. The decision of whether or not to fund base salary increases does not automatically translate into pay increases (or not) for school district employees, since all salary decisions are made locally. This enhancement is, however, one of several key decision points that impact how much money school districts will have available for pay increases.

Agency Request	0.00	2,178,400	0	0	2,178,400
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Operations

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. ISIMS

Section 33-1002, Idaho Code, requires the state to spend an amount on the Idaho Student Information Management System (ISIMS), beginning in FY 2006, that is "not less than that expended by the state and the J.A. and Kathryn Albertson foundation combined, on operation of the project in fiscal year 2004-2005" (FY 2005). It has been projected that the state and foundation will spend a combined \$9 million on ISIMS operations in FY 2005, which means that the request may fall short of the statutory requirement.

The Albertsons Foundation halted further development on the ISIMS project in December 2004, when the estimated cost to complete ballooned from \$35 million to \$180 million. The Superintendent of Public Instruction, however, has requested state funds to continue with the development of a "bare bones" system. This scaled-down ISIMS would still enable teachers and administrators to track student performance, but would not include other features envisioned in the original design, including teacher access to lesson plans and allowing parents to monitor their children's grades and test scores online.

Analyst Comment: The original proposal agreed to by the state was that the foundation would deliver a finished product to the state by June 30, 2005, which the state would then maintain on an ongoing basis.

Agency Request	0.00	7,659,000	0	0	7,659,000
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The Albertson Foundation has halted the project due to cost overruns and software incapability. The agreement was for the state to provide funds for maintenance upon completion. As the project is not viable, no additional resources are recommended.

Governor's Recommendation	0.00	0	0	0	0
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4. Technology

This enhancement requests an increase in the amount of one-time funding for the Public School Technology Grant Program, from \$5 million to \$9 million. This amount, when combined with the \$3.4 million of base support, would provide a total of \$12.4 million in earmarked state funding for technology. The amount of this request is being increased from past years because of school districts' increasing reliance on technology, and the increased technological demands of the Idaho Student Information Management System (ISIMS). Under the direction of the Idaho Council for Technology in Learning, the technology grant program distributes \$20,000 to most districts, with a lesser amount to smaller districts, plus \$35 per student. Although many classrooms have been helped by these funds over the last nine years, the need to upgrade classroom equipment and train teachers in the effective use of these resources continues, due to changing technology and teacher attrition.

Agency Request	0.00	9,000,000	0	0	9,000,000
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Governor's Recommendation	0.00	9,000,000	0	0	9,000,000
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FY 2006 Total					
Agency Request	0.00	274,135,300	22,469,700	5,550,800	302,155,800
Governor's Recommendation	0.00	257,132,500	22,469,700	5,550,800	285,153,000

Agency Request

Change from Original App	0.00	30,113,200	(4,438,100)	236,200	25,911,300
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% Change from Original App		12.3%	(16.5%)	4.4%	9.4%
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Governor's Recommendation

Change from Original App	0.00	13,110,400	(4,438,100)	236,200	8,908,500
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% Change from Original App		5.4%	(16.5%)	4.4%	3.2%
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Children's Programs

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	13,325,000	13,325,000	14,200,000	21,610,000	15,260,000
Dedicated	4,700,000	4,700,000	4,700,000	4,700,000	4,700,000
Federal	96,630,000	96,630,000	99,140,200	103,545,600	103,545,600
Total:	114,655,000	114,655,000	118,040,200	129,855,600	123,505,600
Percent Change:		0.0%	3.0%	10.0%	4.6%
BY OBJECT OF EXPENDITURE					
Lump Sum	114,655,000	114,655,000	118,040,200	129,855,600	123,505,600

Division Description

The Division of Children's Programs includes programs that provide direct educational or material benefits to children, where funding does not primarily go to paying certificated teachers and administrators. It also includes programs that primarily and specifically provide funding for the separate instruction of identified subgroups of children outside the normal classroom of an Idaho public school. Funding is provided from both state and federal funds.

Children's Programs

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	14,200,000	118,040,200	0.00	14,200,000	118,040,200
FY 2006 Base	0.00	14,200,000	118,040,200	0.00	14,200,000	118,040,200
Nonstandard Adjustments	0.00	1,060,000	5,465,400	0.00	1,060,000	5,465,400
FY 2006 Program Maintenance	0.00	15,260,000	123,505,600	0.00	15,260,000	123,505,600
1. Idaho Digital Learning Academy	0.00	450,000	450,000	0.00	0	0
2. College Entrance Exam Fees	0.00	800,000	800,000	0.00	0	0
3. Student Achievement Remediation	0.00	5,100,000	5,100,000	0.00	0	0
FY 2006 Total	0.00	21,610,000	129,855,600	0.00	15,260,000	123,505,600
Change from Original Appropriation	0.00	7,410,000	11,815,400	0.00	1,060,000	5,465,400
% Change from Original Appropriation		52.2%	10.0%		7.5%	4.6%

Children's Programs

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.00	14,200,000	4,700,000	99,140,200	118,040,200
FY 2006 Base					
Agency Request	0.00	14,200,000	4,700,000	99,140,200	118,040,200
Governor's Recommendation	0.00	14,200,000	4,700,000	99,140,200	118,040,200

Nonstandard Adjustments

Statutorily-required Nonstandard Adjustments include an increase in Program Adjustments (Booth Memorial Home - \$100,000) and an increase for exceptional contracts/tuition equivalencies (\$750,000), which provides funding to educate children that are placed in group home environments. Nonstandard Adjustments not required by statute include an increase in the portion of federal funds that are attributable to children's programs (\$4,405,400) and an enrollment-driven increase in the Limited English Proficiency (LEP) program (\$210,000).

Agency Request	0.00	1,060,000	0	4,405,400	5,465,400
Governor's Recommendation	0.00	1,060,000	0	4,405,400	5,465,400

FY 2006 Program Maintenance					
Agency Request	0.00	15,260,000	4,700,000	103,545,600	123,505,600
Governor's Recommendation	0.00	15,260,000	4,700,000	103,545,600	123,505,600

1. Idaho Digital Learning Academy

This enhancement would provide increased ongoing General Fund support for the Idaho Digital Learning Academy (IDLA). The IDLA, which is administered by the Idaho Association of School Administrators, provides supplementary online courses for use by Idaho students statewide. Its primary users thus far have been students seeking to make up classes that they have previously dropped or failed, although the program can also be used to provide more specialized courses to students in smaller, rural school districts that can only provide basic course offerings. This enhancement would provide the funding necessary to develop and provide advanced placement (AP) coursework, and would double the funding for this line-item, from \$450,000 to \$900,000.

Agency Request	0.00	450,000	0	0	450,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

2. College Entrance Exam Fees

This enhancement would provide funds to pay for college entrance exam fees, such as the SAT and ACT, for Idaho public school students wishing to attend college. Although Idaho's students rank high in the area of graduation rates, the state still ranks low for the percentage of children going on to college. By paying for the cost of college exam fees, more students may be encouraged to take the tests, and subsequently attend college.

Agency Request	0.00	800,000	0	0	800,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Children's Programs

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. Student Achievement Remediation

This enhancement would provide ongoing General Fund support to provide additional tutoring and instruction for children who are attending non-Title I schools that fail to meet Adequate Yearly Progress (AYP). A "Title I" school is one that meets federal definitions as a school with a large number of children living in poverty. This funding request is based on an assumption of 17,000 children in Idaho attending non-Title I schools that fail to meet AYP, and a remedial instruction cost of \$300 per student. Funding is not requested for students in Title I schools because federal funds are already available for these uses.

Agency Request	0.00	5,100,000	0	0	5,100,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2006 Total					
Agency Request	0.00	21,610,000	4,700,000	103,545,600	129,855,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,260,000</i>	<i>4,700,000</i>	<i>103,545,600</i>	<i>123,505,600</i>

Agency Request					
Change from Original App	0.00	7,410,000	0	4,405,400	11,815,400
% Change from Original App		52.2%	0.0%	4.4%	10.0%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>1,060,000</i>	<i>0</i>	<i>4,405,400</i>	<i>5,465,400</i>
<i>% Change from Original App</i>		<i>7.5%</i>	<i>0.0%</i>	<i>4.4%</i>	<i>4.6%</i>

Facilities

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	0	0	0	5,000,000	0
Dedicated	9,250,000	9,250,000	11,300,000	13,450,000	13,450,000
Total:	9,250,000	9,250,000	11,300,000	18,450,000	13,450,000
Percent Change:		0.0%	22.2%	63.3%	19.0%
BY OBJECT OF EXPENDITURE					
Lump Sum	9,250,000	9,250,000	11,300,000	18,450,000	13,450,000

Division Description

The Division of Facilities includes funding provided from State Lottery proceeds for public school facility construction and repair costs, and in support of the Bond Levy Equalization program.

Facilities

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	0	11,300,000	0.00	0	11,300,000
Removal of One-Time Expenditures	0.00	0	(1,000,000)	0.00	0	(1,000,000)
FY 2006 Base	0.00	0	10,300,000	0.00	0	10,300,000
Nonstandard Adjustments	0.00	3,125,000	8,150,000	0.00	0	3,150,000
Fund Shifts	0.00	1,875,000	0	0.00	0	0
FY 2006 Total	0.00	5,000,000	18,450,000	0.00	0	13,450,000
Change from Original Appropriation	0.00	5,000,000	7,150,000	0.00	0	2,150,000
% Change from Original Appropriation			63.3%			19.0%

Facilities

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.00	0	11,300,000	0	11,300,000

Removal of One-Time Expenditures

Removes funding provided for one-time items.

Agency Request	0.00	0	(1,000,000)	0	(1,000,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(1,000,000)</i>	<i>0</i>	<i>(1,000,000)</i>

FY 2006 Base					
Agency Request	0.00	0	10,300,000	0	10,300,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>10,300,000</i>	<i>0</i>	<i>10,300,000</i>

Nonstandard Adjustments

Nonstandard Adjustments include an increase in funding for the Bond Levy Equalization program (\$3,125,000), which the Superintendent is proposing be paid by the General Fund, rather than Lottery funds, as has been the case to date, and an increase of \$5,025,000 (\$2,200,000 of which is one-time) in Lottery funds available for distribution over base. This would result in a year-over-year increase of \$4,527,500, from \$8,922,500 to \$13,450,000, in the amount of ordinary Lottery funds that all districts would have available to spend. While the state is required by statute to fund Bond Levy Equalization, there is no requirement that it be funded from any particular source.

Agency Request	0.00	3,125,000	5,025,000	0	8,150,000
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The Governor recommends that funding for Bond Levy Equalization continue to be provided from Lottery funds.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>3,150,000</i>	<i>0</i>	<i>3,150,000</i>
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Fund Shifts

The Superintendent is requesting the General Fund now assume the base funding established to date for the Bond Levy Equalization program. All Bond Levy Equalization funds provided to date have been appropriated from Lottery funds.

Agency Request	0.00	1,875,000	(1,875,000)	0	0
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2006 Total					
Agency Request	0.00	5,000,000	13,450,000	0	18,450,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>13,450,000</i>	<i>0</i>	<i>13,450,000</i>

Agency Request

Change from Original App	0.00	5,000,000	2,150,000	0	7,150,000
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% Change from Original App			19.0%		63.3%
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Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>2,150,000</i>	<i>0</i>	<i>2,150,000</i>
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<i>% Change from Original App</i>			<i>19.0%</i>		<i>19.0%</i>
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Idaho Legislative Budget Book

State Board of Education

2005 Legislative Session

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State Board of Education

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Ag Research and Ext Service	29,642,900	28,035,100	29,596,600	31,034,600	30,903,300
College and Universities	359,406,000	325,614,200	341,294,500	365,358,900	357,973,000
Community Colleges	19,523,900	19,523,900	20,055,400	22,439,000	21,030,700
Deaf and Blind, ID School for the	8,260,800	7,609,800	7,818,000	8,825,500	8,324,900
Education, State Board of	4,442,000	5,622,900	9,460,800	12,174,800	12,056,800
Health Education Programs	8,069,600	7,746,800	8,162,700	8,984,300	8,975,700
Historical Society	3,781,300	2,930,100	3,746,300	5,048,800	4,691,900
Library, State	3,575,900	3,740,000	3,972,500	4,403,400	4,346,200
Prof-Tech Education	52,659,800	52,261,600	53,820,400	60,364,900	57,134,000
Public Broadcasting System, Ed.	2,348,400	2,348,400	2,441,300	3,801,100	3,789,800
Special Programs	9,864,300	9,355,100	10,157,600	10,520,700	10,413,600
Super of Public Instruction	16,414,300	20,401,500	19,406,400	17,166,100	17,017,000
Vocational Rehabilitation	17,445,300	18,128,000	22,233,600	23,241,900	22,629,000
Total:	535,434,500	503,317,400	532,166,100	573,364,000	559,285,900
BY FUND CATEGORY					
General	347,881,000	346,947,400	361,637,400	399,839,700	385,974,600
Dedicated	151,543,100	119,749,500	129,889,700	129,706,200	129,986,300
Federal	36,010,400	36,620,500	40,639,000	43,818,100	43,325,000
Total:	535,434,500	503,317,400	532,166,100	573,364,000	559,285,900
Percent Change:		(6.0%)	5.7%	7.7%	5.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	27,709,500	312,282,600	35,793,800	30,308,500	37,713,000
Operating Expenditures	15,539,000	93,632,300	22,904,000	22,980,800	23,973,000
Capital Outlay	50,700	22,372,500	126,000	2,532,800	1,963,800
Trustee/Benefit	62,444,000	42,648,400	68,976,700	73,114,800	70,982,200
Lump Sum	429,691,300	32,381,600	404,365,600	444,427,100	424,653,900
Total:	535,434,500	503,317,400	532,166,100	573,364,000	559,285,900
Full-Time Positions (FTP)	5,065.20	5,073.20	5,124.63	5,279.14	5,180.89

Department Description

Pursuant to Section 20, Article IV, Idaho Constitution, all executive and administrative offices, agencies, and instrumentalities of the executive department of the state, except for those assigned to the elected constitutional officers, are allocated within not more than twenty departments. In compliance with the Idaho Constitution and pursuant to section 67-2402, Idaho Code, the State Board of Education has been established as one of the twenty departments. The agencies and institutions in this section have been assigned to the State Board of Education.

Agricultural Research and Extension Service

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	23,816,600	23,816,700	24,679,100	26,117,100	25,985,800
Dedicated	345,400	126,900	318,000	318,000	318,000
Federal	5,480,900	4,091,500	4,599,500	4,599,500	4,599,500
Total:	29,642,900	28,035,100	29,596,600	31,034,600	30,903,300
Percent Change:		(5.4%)	5.6%	4.9%	4.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	23,756,200	0	0	0
Operating Expenditures	0	3,559,000	0	0	0
Capital Outlay	0	719,900	0	0	0
Lump Sum	29,642,900	0	29,596,600	31,034,600	30,903,300
Total:	29,642,900	28,035,100	29,596,600	31,034,600	30,903,300
Full-Time Positions (FTP)	369.53	369.53	373.11	374.71	374.71

Division Description

The University of Idaho's College of Agriculture has a land grant mandated, three-pronged mission: education, research, and extension. The education component is funded through the UI's portion of the College and Universities' general education appropriation. The research and extension components are funded directly via this appropriation to the Agricultural Research & Extension Service (ARES).

Agricultural research scientists are located at the campus in Moscow and the Caine Veterinary Teaching Center at Caldwell; at Research and Extension Centers at Sandpoint, Parma, Caldwell, Boise, Twin Falls, Kimberly, Aberdeen, Idaho Falls and Tetonia; and at the USDA/ARS Soil and Water Laboratory at Kimberly. University research support staff are also located at the USDA/ARS Sheep Experiment Station in Dubois. ARES work includes research on major Idaho agricultural products and on economic activities that apply to the state as a whole.

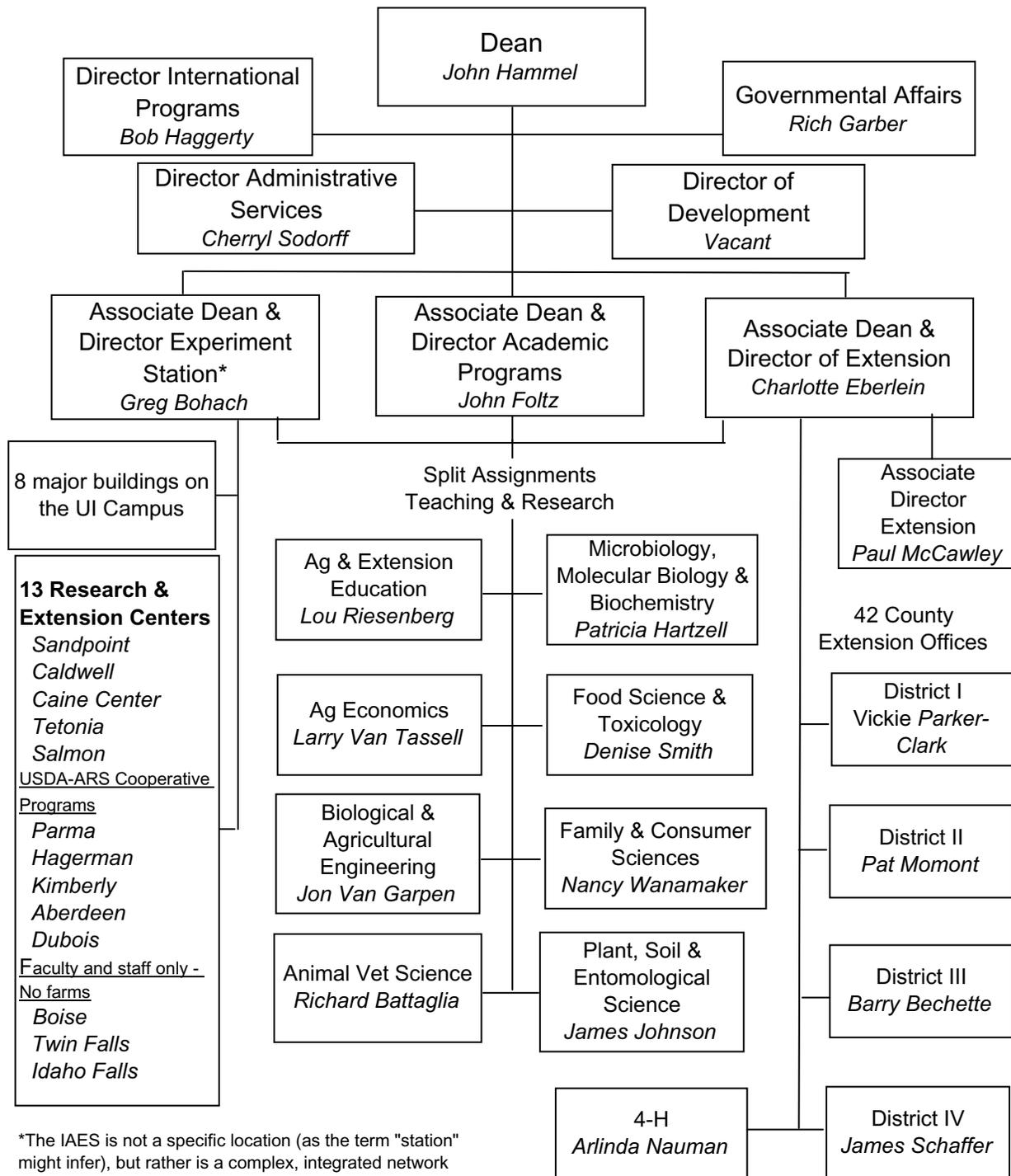
The Cooperative Extension Service has offices in 42 of Idaho's 44 counties (all except Boise and Shoshone counties) under the leadership of men and women who are specially trained to work with agriculture, families, youth and communities. The educational programs of these College of Agriculture faculty members are supported cooperatively by county, state and federal funding.

Appropriated funding provides base support for agricultural research and extension programming, and also provides leverage to generate additional grant and contract funding for ongoing program needs. Appropriated funding is also redirected for new programs as old programs are modified or eliminated.

Agricultural Research and Extension Service Agency Profile

Analyst: Houston

Organizational Chart University of Idaho - College of Agricultural & Life Sciences



*The IAES is not a specific location (as the term "station" might infer), but rather is a complex, integrated network of locations, facilities, and faculty and staff all dedicated to performing agricultural research in support of Idaho's complex agricultural industry.

Agricultural Research and Extension Service Agency Profile

Analyst: Houston

University of Idaho College of Agricultural & Life Sciences

FY 2004 Estimated Operating Revenue, All Sources

\$69,377,175

44.9% State General Funds

Where Budgeted	Fund Source	Amount by Source	% of Total
Appropriated in College & Universities \$4,903,250			
State General Education	General Fund	4,903,250	7.1%
Appropriated In Special Programs \$1,582,500			
WOI Veterinary Education	General Fund	1,582,500	2.3%
Not Appropriated \$33,294,825 48.0%			
Off-budget	Grants & Contracts	19,297,331	27.8%
Off-budget	County Expenditures	3,390,169	4.9%
Off-budget	Gifts & Miscellaneous	1,018,100	1.5%
Off-budget	Local Service Funds	9,589,225	13.8%
Appropriated in ARES \$29,596,600 \$42.7%			
Research	General Fund	14,795,900	21.3%
Extension	General Fund	9,883,200	14.2%
Equine Education	Equine Education Fund	136,100	0.2%
Research and Extension	Miscellaneous Revenue Fund (Memo)	181,900	0.3%
Research and Extension	Federal Funds (Memo)	4,599,500	6.6%
Total		\$ 69,377,175	100.0%

ARES Only Expenditures, Appropriation, and Request

Sources of Funds	FY 2004 Expenditures	Percent of Total	FY 2005 Orig. Approp.	FY 2006 Request
1. General Fund (0001-00)	\$ 23,816,700	84.9%	\$ 24,679,100	\$ 26,117,100
The General Fund consists of moneys from income taxes, sales tax, and other miscellaneous sources. ARES uses about 60% of its appropriation for Research and 40% for Extension.				
2. Equine Education Fund (0060-05)	52,300	0.2%	136,100	136,100
Equine Education funds are collected by the Idaho Racing Commission. They are a portion of the handle generated by pari-mutuel horse racing wagering in the state in accordance with §54-2513(B)(4), Idaho Code. Funds are used by the veterinary science program to enhance the work conducted at the Northwest Equine Reproduction Laboratory.				
3. Miscellaneous Revenue Fund (Memo)	79,800	0.3%	181,900	181,900
Miscellaneous Revenue is generated primarily from ARES farming operations, and to a lesser extent, conferences, publications, and other research and extension activities.				
4. Federal Funds (Memo)	4,091,500	14.6%	4,599,500	4,599,500
ARES receives Hatch Formula Funds, Hatch Regional Research Funds, Smith-Lever Formula Funds and Farm Safety Funds. Hatch Act funding is used for ag research and supports the agricultural experiment stations. Smith-Lever funds are allocated to extension. Farm Safety funds are earmarked to support farm safety research and extension.				
Total	\$ 28,040,300	100.0%	\$ 29,596,600	\$ 31,034,600

Memo: These Funds are in the appropriation bill for informational purposes only and are not controlled in the Statewide Accounting and Reporting System (STARS).

Agricultural Research and Extension Service

Agency Profile

Analyst: Houston

Selected Measures

	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
1. Conduct educational outreach programs through the University of Idaho Cooperative Extension System.				
A. Provide educational opportunities for 8,750 farm and ranch operators and 300 private forest landowners. Target 8,750/300	18,750 /475	21,703/400	25,000/500	25,000/500
B. Improve food safety/nutritional quality of diets/food by providing educational opportunities for 2,200 individuals, families and food service personnel. Target 2,200	16,500	27,858	30,000	30,000
C. Enhance the UI's ability to conduct relevant education programs for 750 individuals, small business entrepreneurs, and 45 communities.	2,228/27	1,053/29	1,200/27	1,200/27
D. Increase youth participation in 4-H by 3% through school enrichment, special interest, and after school activities. Target 3% increase	25%	60%	1%	1%
E. Maintain the effectiveness and longevity of volunteers through orientations/education for 7,000 4-H leaders, 500 Master Gardeners, 50 Master Food Preservers, 250 Ag Cooperators, and 250 Family Finance Volunteers.	4,262/630/ 195/135/150	3,449/800/ 126/512/75	3,500/150/ 50/400/75	3,500/150/ 50/400/76
F. Provide financial and production management education to at least 100 FmHA borrowers through an integrated program with USDA Farm Service Agency.	75	15	program discontinued	program discontinued
G. Increase current level of \$3.7 million in extension grants, contracts, and county expenditures by 5%.	\$7.28 million/ 17%	\$8.39 million/ 15%	\$8.5 million/ 1.3%	\$8.6 million/ 1.2%
H. Produce or revise 50 Current Information System publications or Extension Bulletins on topics of interest and need by clientele.	43	48	35	35
2. Conduct fundamental and applied research programs through the Idaho Agricultural Experiment Station.				
A. Increase external funding for agricultural research. Total external funding.	\$14.7 million	\$12 million	\$12 million	\$13 million
B. Generate 100 technical publications with research results directed to the needs of Idaho agriculture, rural communities and families.	84	120	120	110
C. Maintain an average of 30 interactions and cooperative research program linkages with Idaho's commodity commissions/organizations and the Idaho Dept. of Agriculture in order to develop research programs that continue to meet Idaho agricultural needs.	40	40	40	40
D. Maintain an average of two new crop variety releases each year.	6	3	3	3

Agricultural Research and Extension Service

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	373.11	24,679,100	29,596,600	373.11	24,679,100	29,596,600
Reappropriations	0.00	0	1,577,600	0.00	0	1,577,600
HB 805 One-time 1% Salary Increase	0.00	186,600	227,700	0.00	186,600	227,700
Uncontrolled Non-state Funds	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	373.11	24,865,700	31,401,900	373.11	24,865,700	31,401,900
Non-Cognizable Funds and Transfers	1.60	0	0	1.60	0	0
FY 2005 Estimated Expenditures	374.71	24,865,700	31,401,900	374.71	24,865,700	31,401,900
Removal of One-Time Expenditures	0.00	(186,600)	(1,805,300)	0.00	(186,600)	(1,805,300)
FY 2006 Base	374.71	24,679,100	29,596,600	374.71	24,679,100	29,596,600
Benefit Costs	0.00	303,600	354,400	0.00	235,000	274,300
Inflationary Adjustments	0.00	35,100	51,200	0.00	0	0
Change in Employee Compensation	0.00	196,600	229,600	0.00	196,600	229,600
27th Payroll	0.00	687,700	802,800	0.00	687,700	802,800
Fund Shifts	0.00	215,000	0	0.00	187,400	0
FY 2006 Program Maintenance	374.71	26,117,100	31,034,600	374.71	25,985,800	30,903,300
Lump Sum and Carryover Request	0.00	0	0	0.00	0	0
FY 2006 Total	374.71	26,117,100	31,034,600	374.71	25,985,800	30,903,300
Change from Original Appropriation	1.60	1,438,000	1,438,000	1.60	1,306,700	1,306,700
% Change from Original Appropriation		5.8%	4.9%		5.3%	4.4%

Agricultural Research and Extension Service

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	373.11	24,679,100	318,000	4,599,500	29,596,600

Reappropriations

Reappropriation--or 'carryover'--authority allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carryover' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority. In FY 2004, ARES spent all of its General Fund Appropriation and carried over \$136,200 in Equine Education Funding. ARES also reported spending \$4,091,500 in Federal Formula Funding leaving \$1,441,400 to be carried over.

Agency Request	0.00	0	136,200	1,441,400	1,577,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>136,200</i>	<i>1,441,400</i>	<i>1,577,600</i>

HB 805 One-time 1% Salary Increase

Agency Request	0.00	186,600	1,600	39,500	227,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>186,600</i>	<i>1,600</i>	<i>39,500</i>	<i>227,700</i>

Uncontrolled Non-state Funds

Analyst Comment: The federal formula funds and miscellaneous revenues in this budget are not receipted to the State Treasury and the budget for those two funds is not controlled by the State Controller. That is, those two funds are off-budget and are shown in the Appropriation Bill and Legislative Budget Book only for informational purposes. The FY 2005 Total Appropriation in this document reflects \$183,600 in uncontrolled Miscellaneous Revenue and \$6,080,400 in uncontrolled Federal Formula Funds.

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2005 Total Appropriation					
Agency Request	373.11	24,865,700	455,800	6,080,400	31,401,900
<i>Governor's Recommendation</i>	<i>373.11</i>	<i>24,865,700</i>	<i>455,800</i>	<i>6,080,400</i>	<i>31,401,900</i>

Non-Cognizable Funds and Transfers

The FY 2005 ARES appropriation did not include an FTP cap. Shown here is the net change in positions recorded on the University of Idaho's budget system for the Agricultural Research and Extension Service. This decision unit also spreads the lump-sum appropriation into standard objects to reflect the estimated expenditures and to build the FY 2006 request by object.

Agency Request	1.60	0	0	0	0
<i>Governor's Recommendation</i>	<i>1.60</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2005 Estimated Expenditures					
Agency Request	374.71	24,865,700	455,800	6,080,400	31,401,900
<i>Governor's Recommendation</i>	<i>374.71</i>	<i>24,865,700</i>	<i>455,800</i>	<i>6,080,400</i>	<i>31,401,900</i>

Removal of One-Time Expenditures

Remove funding provided for one-time reappropriations and one-time 1% salary increase.

Agency Request	0.00	(186,600)	(137,800)	(1,480,900)	(1,805,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(186,600)</i>	<i>(137,800)</i>	<i>(1,480,900)</i>	<i>(1,805,300)</i>

FY 2006 Base					
Agency Request	374.71	24,679,100	318,000	4,599,500	29,596,600
<i>Governor's Recommendation</i>	<i>374.71</i>	<i>24,679,100</i>	<i>318,000</i>	<i>4,599,500</i>	<i>29,596,600</i>

Agricultural Research and Extension Service

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	303,600	2,500	48,300	354,400
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	235,000	1,900	37,400	274,300
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	35,100	1,800	14,300	51,200
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	196,600	1,700	31,300	229,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	196,600	1,700	31,300	229,600
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	687,700	5,700	109,400	802,800
Governor's Recommendation	0.00	687,700	5,700	109,400	802,800
Fund Shifts					
The federal funds received by the Agricultural Research & Extension Service (ARES) are capped and cannot be increased to cover new costs such as Maintenance of Current Operations (MCO) increases. Essentially the same thing is true with the dedicated funds (Equine Education and Miscellaneous Revenue) received by ARES as they are not expected to grow. This request for a fund shift would move ARES federal and dedicated fund MCO increases totaling \$215,000 to the General Fund. These maintenance increases include \$50,800 for personnel benefit increases, \$16,100 for inflationary increases, \$33,000 for a 1% CEC, and \$115,100 one-time for the 27 payroll. ARES makes this request to allow all existing federal and dedicated funds to continue to be used for programs and services instead of MCO increases.					
Agency Request	0.00	215,000	(11,700)	(203,300)	0
Governor's Recommendation	0.00	187,400	(9,300)	(178,100)	0
FY 2006 Program Maintenance					
Agency Request	374.71	26,117,100	318,000	4,599,500	31,034,600
Governor's Recommendation	374.71	25,985,800	318,000	4,599,500	30,903,300

Agricultural Research and Extension Service

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Lump Sum and Carryover Request

The Agricultural Research & Extension Service requests a lump sum appropriation for FY 2006. A lump sum appropriation allows for the transfer of spending authority between expenditure classes (Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments) at the agency's discretion. ARES uses this flexibility to react quickly to the changing and unexpected needs of their statewide research and extension mission including the ability to provide startup funding for new faculty. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code. A Lump Sum Adjustment nets to zero dollars.

The Agricultural Research & Extension Service also requests carryover authority for the unexpended and unencumbered balance of any appropriation made for FY 2005.

Agency Request	0.00	0	0	0	0
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The Governor recommends a lump-sum appropriation but was silent regarding carryover.

Governor's Recommendation	0.00	0	0	0	0
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FY 2006 Total					
Agency Request	374.71	26,117,100	318,000	4,599,500	31,034,600
Governor's Recommendation	374.71	25,985,800	318,000	4,599,500	30,903,300

Agency Request

Change from Original App	1.60	1,438,000	0	0	1,438,000
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% Change from Original App	0.4%	5.8%	0.0%	0.0%	4.9%
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Governor's Recommendation

Change from Original App	1.60	1,306,700	0	0	1,306,700
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% Change from Original App	0.4%	5.3%	0.0%	0.0%	4.4%
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College and Universities

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	218,005,300	217,953,500	223,366,200	245,134,200	237,748,300
Dedicated	141,400,700	107,660,700	117,928,300	120,224,700	120,224,700
Total:	359,406,000	325,614,200	341,294,500	365,358,900	357,973,000
Percent Change:		(9.4%)	4.8%	7.1%	4.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	242,152,400	0	0	0
Operating Expenditures	0	65,333,300	0	0	0
Capital Outlay	0	18,054,300	0	0	0
Trustee/Benefit	0	74,200	0	0	0
Lump Sum	359,406,000	0	341,294,500	365,358,900	357,973,000
Total:	359,406,000	325,614,200	341,294,500	365,358,900	357,973,000
Full-Time Positions (FTP)	3,590.51	3,590.51	3,631.55	3,719.43	3,678.30

Division Description

Idaho's baccalaureate institutions of higher education include Boise State University in Boise, Idaho State University in Pocatello, the University of Idaho in Moscow, and Lewis-Clark State College in Lewiston.

These four year schools provide a wide variety of on and off-campus educational programs to meet the personal and professional needs of Idahoans at the baccalaureate, masters and doctoral levels. They also provide assistance to Idaho citizens through research and service programs.

College and Universities Agency Profile

Analyst: Youtz

Terms and Definitions

Consolidated Appropriation: Although each of the four year institutions prepare and submit individual budget requests to the State Board of Education, the Board's recommendation to the Governor and the Legislature is a single consolidated budget. The Legislature traditionally has also provided one consolidated appropriation for all four institutions. The Board then distributes that appropriation by formula to each college and university.

Appropriated Funds: The Legislature only appropriates about 42% of the funds that support the operating budgets of higher education. General Funds represent about 28% of the total operating budgets, appropriated student fees represent about 12.4%, and endowment earnings represent about 1.5% of the total.

Non-appropriated Funds: Operating funds that are not included in the appropriation represent about 58% of the total operating budgets for the four institutions.

Grants, Gifts and Contracts: (32% of total operating budgets) These funds include federal grants, private gifts and competitively bid contracts for specific deliverables. Also includes federal direct student loans.

Auxiliary Enterprises: (12% of total) These funds are institutional business enterprises such as bookstores, student housing, intercollegiate athletics, student unions, etc.

Institutional Accounts: (14% of total) There are literally thousands of typically small activities that charge fees or sell services (e.g. copy machines, research labs, ag sales).

Note: See pages 1-43 and 1-44 for a four year history of these funds, and a breakdown by institution.

Student Fees:

Matriculation Fees: The fee charged to students for educational costs excluding the cost of instruction (Idaho Code 33-3717). All full-time resident and non-resident students are charged this matriculation fee which can only be used for the maintenance and operation of the institution's physical plant. (restricted fund 0660-00)

Activity Fees: All resident and non-resident students are charged a variety of fees, where applicable, including part-time fees, graduate fees, professional fees (law, medicine, architecture, etc.) summer session fees and others. These fees are unrestricted and can be used to support the the primary objectives of the institution for instruction, research, extension, public service and programs that support those objectives. (unrestricted fund 0650-00)

Tuition: The only tuition that can be charged is to nonresident students to cover much of the cost of their education. Proceeds are deposited in the unrestricted fund 0650-00. There is a statutory prohibition against charging tuition to resident students (Idaho Code 33-3717).

Occupancy Costs: Those costs associated with occupying new major buildings on campus. These costs include maintenance (1.5% of construction costs), custodial (1/2 position per 13,000 gross square feet) utility costs (\$1.75 per sq ft.) and other costs associated with IT maintenance, security and safety (\$0.77 per gross sq ft).

Enrollment Workload Adjustment: Each year there is a budget request to keep pace with enrollment growth at the four institutions. This "Enrollment Workload Adjustment" is not based on student enrollment per se, but is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline.

Funding Equity: In 2001, the Legislature prompted the State Board of Education to examine their funding formula for equity of state funding distribution among Idaho's four-year institutions of higher education. Through a consultant, the Board concluded, among other things, that state funds for similar students in similar programs were not distributed equitably between the four schools. Rather than redistribute existing resources, the Board is seeking \$7,920,000 over five years to address "base instructional equity for BSU and ISU, and \$3,000,000 for a "science and technology adjustment", of which 77% would go to UI.

College and Universities Agency Profile

Analyst: Youtz

Selected Measures	FY 2001	FY 2002	FY 2003	FY 2004	Average Annual Chng
1. Fall Academic Enrollment: Full-time Equivalent					
Boise State University	10,872	11,406	12,615	12,607	5.1%
Idaho State University	8,528	8,888	9,189	9,191	2.5%
University of Idaho	9,683	10,223	11,073	11,040	4.5%
Lewis-Clark State College	<u>1,722</u>	<u>1,815</u>	<u>2,039</u>	<u>2,127</u>	<u>7.4%</u>
Total	30,805	32,332	34,916	34,965	4.4%
2. Fall Academic Enrollment: Headcount (full and part time students)					
Boise State University	16,151	16,581	17,245	17,358	2.4%
Idaho State University	12,315	11,935	12,218	12,551	0.7%
University of Idaho	12,067	12,423	12,894	12,824	2.1%
Lewis-Clark State College	<u>2,364</u>	<u>2,363</u>	<u>2,637</u>	<u>2,555</u>	<u>2.8%</u>
Total	42,897	43,302	44,994	45,288	1.8%
3. Annual Undergraduate Resident Student Fees					
Boise State University	\$2,451	\$2,665	\$2,984	\$3,251	9.9%
Idaho State University	\$2,578	2,800	3,136	3,448	10.2%
University of Idaho	\$2,476	2,720	3,044	3,348	10.6%
Lewis-Clark State College	<u>\$2,360</u>	<u>2,550</u>	<u>2,852</u>	<u>3,126</u>	<u>9.8%</u>
Average	\$2,466	\$2,684	\$3,004	\$3,293	10.1%
4. Combined Annual Operating Budgets					
Revenue Sources (original appropriation)					
Appropriated Funds					
State General Fund	\$211,561,700	\$234,939,800	\$213,558,800	\$218,000,000	1.3%
State Endowment Funds	13,011,300	17,501,700	13,756,900	11,964,600	0.0%
Appropriated Student Fees	<u>62,959,700</u>	<u>63,089,600</u>	<u>67,127,300</u>	<u>97,207,800</u>	<u>17.1%</u>
Appropriated sub-total	\$287,532,700	\$315,531,100	\$294,443,000	\$327,172,400	4.7%
Non-appropriated Funds					
Grants, Gifts & Contracts	\$212,281,500	220,759,200	222,808,400	247,652,700	5.4%
Auxilliary Enterprises	41,532,800	52,722,300	82,811,400	91,352,800	31.4%
Institutional Accounts	119,076,400	128,668,900	116,428,000	118,917,900	<u>0.2%</u>
Non-appropriated	\$372,890,700	\$402,150,400	\$422,047,800	\$457,923,400	7.1%
Grand Total all Funds	\$660,423,400	\$717,681,500	\$716,490,800	\$785,095,800	6.0%
Employee FTE	3,525.6	3,677.2	3,552.8	3,590.5	0.7%

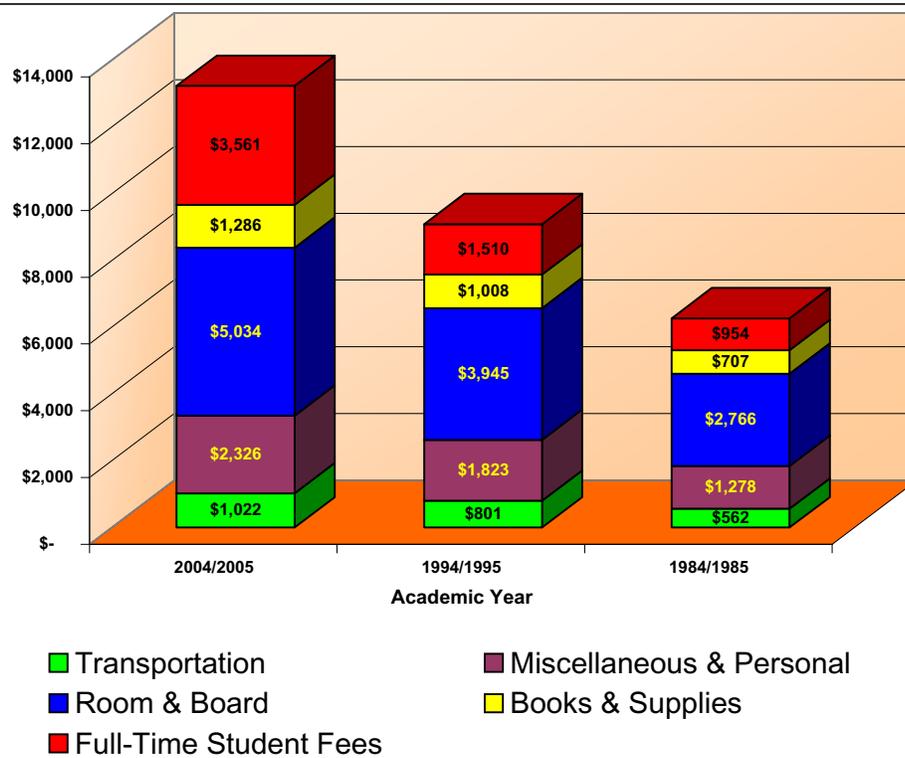
College and Universities Agency Profile

Analyst: Youtz

FY 2005 Operating Budgets by Institution: (does not include Vocational Education or Special Programs)

	University of Idaho	Boise State University	Idaho State University	Lewis-Clark State College
1. Appropriated Funds				
State General Fund	\$80,961,500	\$68,438,600	\$59,697,400	\$11,244,700
State Endowment Funds	6,528,600	0	2,121,200	1,370,700
Appropriated Student Fees	<u>36,454,400</u>	<u>36,546,100</u>	<u>29,267,100</u>	<u>6,443,300</u>
Sub-Total Appropriated Funds	\$123,944,500	\$104,984,700	\$91,085,700	\$19,058,700
2. Non-appropriated Funds				
Other Student Fees	\$11,041,000	\$21,969,400	\$14,920,300	\$3,869,100
Federal Grants & Contracts	93,600,900	52,019,600	80,066,000	3,012,800
State Grants & Contracts	15,199,400	7,108,100	8,934,900	2,066,700
Private gifts, grants & contracts	15,391,900	8,199,100	10,355,400	1,312,200
Sales & service, educ activities	33,890,600	3,395,600	1,605,700	1,296,000
Auxilliary & Athletic Enterprises	31,364,900	39,704,300	17,111,000	1,232,800
Indirect Costs	10,950,000	1,527,000	2,227,800	101,600
All other	<u>988,500</u>	<u>5,525,600</u>	<u>2,853,100</u>	<u>1,684,000</u>
Subtotal non-appropriated	\$212,427,200	\$139,448,700	\$138,074,200	\$14,575,200
Grand Total all Funds	\$336,371,700	\$244,433,400	\$229,159,900	\$33,633,900
3. Uses of Funds				
Instruction	\$82,655,800	\$74,010,800	\$65,803,300	\$12,990,100
Research	67,251,200	8,866,700	21,526,400	375,700
Public Service	8,401,800	7,775,200	4,258,200	1,187,400
Academic Support	13,673,300	19,848,700	9,806,500	2,166,000
Libraries	7,303,200	6,422,100	4,671,200	1,069,700
Student Services	9,111,600	7,131,600	7,133,100	2,334,400
Institutional Support	29,492,600	14,056,500	14,464,200	3,322,000
Physical Plant	19,952,400	11,876,700	12,041,200	2,682,900
Scholarships & Fellowships	49,988,900	42,907,200	68,144,700	3,366,700
Intercollegiate athletics & other auxiliary enterprises	<u>48,172,800</u>	<u>50,089,500</u>	<u>21,777,000</u>	<u>3,983,000</u>
	\$336,003,600	\$242,985,000	\$229,625,800	\$33,477,900

Cost to Attend Idaho's Higher Education System



Student fees in Idaho have increased an average of 9.0% in each of the last ten years. In FY 2004, Idaho student fees were 90% of the WICHE* state average. The least expensive WICHE state is Wyoming at 70% of the average, and the highest is Washington at 131% of the WICHE average.

<u>Full-Time Student Fees</u>	<u>FY 1995</u>	<u>FY 2005</u>	<u>Annual %Chg</u>	<u>Total %Chg</u>
Resident Fees				
Boise State University	\$ 1,580	\$ 3,520	8.3%	122.8%
Idaho State University	\$ 1,500	\$ 3,700	9.4%	146.7%
University of Idaho	\$ 1,548	\$ 3,633	8.9%	134.7%
Lewis-Clark State College	\$ 1,412	\$ 3,392	9.2%	140.2%
Idaho Average	\$ 1,510	\$ 3,561	9.0%	135.8%
Non-Resident Tuition Only (Non-Residents pay Fees plus Tuition)				
Boise State University	\$ 4,186	\$ 7,056	5.4%	68.6%
Idaho State University	\$ 4,500	\$ 7,080	4.6%	57.3%
University of Idaho	\$ 4,414	\$ 8,171	6.4%	85.1%
Lewis-Clark State College	\$ 3,708	\$ 6,286	5.4%	69.5%
Idaho Average	\$ 4,202	\$ 7,148	5.5%	70.1%

*The 15 member states of the Western Interstate Commission on Higher Education include Alaska, Arizona, California, Colorado, Hawaii, Idaho, Montana, Nevada, New Mexico, North Dakota, Oregon, South Dakota, Utah, Washington and Wyoming.

College and Universities

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	3,631.55	223,366,200	341,294,500	3,631.55	223,366,200	341,294,500
Reappropriations	0.00	51,800	37,110,400	0.00	51,800	37,110,400
HB 805 One-time 1% Salary Increase	0.00	1,689,800	2,282,100	0.00	1,689,800	2,282,100
1. Occupancy Costs	7.75	1,649,100	1,649,100	7.25	993,100	993,100
Governor's Rescission	0.00	0	0	0.00	(652,000)	(652,000)
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	3,639.30	226,756,900	382,336,100	3,638.80	225,448,900	381,028,100
Non-Cognizable Funds and Transfers	27.50	0	3,752,000	27.50	0	3,752,000
FY 2005 Estimated Expenditures	3,666.80	226,756,900	386,088,100	3,666.30	225,448,900	384,780,100
Removal of One-Time Expenditures	0.00	(1,741,600)	(39,392,500)	0.00	(1,741,600)	(39,392,500)
Base Adjustments	0.00	0	0	0.00	652,000	652,000
FY 2006 Base	3,666.80	225,015,300	346,695,600	3,666.30	224,359,300	346,039,600
Benefit Costs	0.00	2,007,700	2,745,000	0.00	1,554,000	2,124,700
Inflationary Adjustments	0.00	283,800	839,800	0.00	0	0
Non-standard Adjustments	32.63	4,768,900	5,232,400	12.00	4,176,500	4,640,000
Change in Employee Compensation	0.00	1,712,000	2,376,400	0.00	1,712,000	2,376,400
27th Payroll	0.00	3,173,000	4,247,900	0.00	3,173,000	4,247,900
Fund Shifts	0.00	4,951,700	0	0.00	2,773,500	(1,455,600)
FY 2006 Program Maintenance	3,699.43	241,912,400	362,137,100	3,678.30	237,748,300	357,973,000
1. Unfunded Enrollment Workload Adj.	5.00	1,037,800	1,037,800	0.00	0	0
2. Funding Equity	15.00	2,184,000	2,184,000	0.00	0	0
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	3,719.43	245,134,200	365,358,900	3,678.30	237,748,300	357,973,000
Change from Original Appropriation	87.88	21,768,000	24,064,400	46.75	14,382,100	16,678,500
% Change from Original Appropriation		9.7%	7.1%		6.4%	4.9%

College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	3,631.55	223,366,200	117,928,300	0	341,294,500

Reappropriations

Reappropriation authority, also known as carryover, allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. These moneys are one-time expenditures only, and are removed from the base each year. Carry over requires specific legislative authorization and must be approved every year.

The four institutions are carrying over a total of \$37.1 million from FY 2004 into the current fiscal year. This money consists almost entirely of student fees, with a small amount of General Funds and endowment funds. These funds are earmarked for a variety of one-time uses including capital projects, technology replacement, instructional and support equipment, faculty research projects, property acquisition and general institutional reserves.

Agency Request	0.00	51,800	37,058,600	0	37,110,400
<i>Governor's Recommendation</i>	0.00	51,800	37,058,600	0	37,110,400

HB 805 One-time 1% Salary Increase

Agency Request	0.00	1,689,800	592,300	0	2,282,100
<i>Governor's Recommendation</i>	0.00	1,689,800	592,300	0	2,282,100

1. Occupancy Costs

The Office of the State Board is requesting a supplemental for \$1,649,100 in General Funds to cover those costs associated with occupying new buildings on campus. These costs include maintenance, custodial and utility expenses. The 7.75 FTP's represent custodial staff and include \$302,900 in personnel costs. The balance, \$1,346,200 is all for operating expenses.

For the period January through June, BSU is requesting \$185,500 to occupy the first academic building on their West Campus, ISU is requesting \$489,000 for its new Performing Arts Center, and LCSC is requesting \$157,100 to occupy the Campus Activity Center. The U of I is requesting \$764,500 for full year funding for four facilities; the Alumni Residence Center, the UI Research Park, the Vandal Athletic Center, and the Living & Learning Center; and partial year funding for the Water Center (eight months) and the Teaching & Learning Center (two months). There is also a request for FY 2006 to annualize this supplemental for a full year (an additional \$1,259,300).

Agency Request	7.75	1,649,100	0	0	1,649,100
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The Governor is recommending a supplemental for FY 2005 to cover the unfunded occupancy costs for the Idaho State University Performing Arts Center (\$489,100) and for the University of Idaho Water Center (\$504,000). Other bonded and prior year projects are not recommended.

<i>Governor's Recommendation</i>	7.25	993,100	0	0	993,100
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Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	0.00	(652,000)	0	0	(652,000)
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Other Approp Adjustments

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	0.00	0	0	0	0

College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total Appropriation					
Agency Request	3,639.30	226,756,900	155,579,200	0	382,336,100
<i>Governor's Recommendation</i>	<i>3,638.80</i>	<i>225,448,900</i>	<i>155,579,200</i>	<i>0</i>	<i>381,028,100</i>
Non-Cognizable Funds and Transfers					
Agency Request	27.50	0	3,752,000	0	3,752,000
<i>Governor's Recommendation</i>	<i>27.50</i>	<i>0</i>	<i>3,752,000</i>	<i>0</i>	<i>3,752,000</i>
FY 2005 Estimated Expenditures					
Agency Request	3,666.80	226,756,900	159,331,200	0	386,088,100
<i>Governor's Recommendation</i>	<i>3,666.30</i>	<i>225,448,900</i>	<i>159,331,200</i>	<i>0</i>	<i>384,780,100</i>
Removal of One-Time Expenditures					
Reflects removal of one-time expenditures for carryover authority and the one-time CEC increase (HB805).					
Agency Request	0.00	(1,741,600)	(37,650,900)	0	(39,392,500)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,741,600)</i>	<i>(37,650,900)</i>	<i>0</i>	<i>(39,392,500)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>652,000</i>	<i>0</i>	<i>0</i>	<i>652,000</i>
FY 2006 Base					
Agency Request	3,666.80	225,015,300	121,680,300	0	346,695,600
<i>Governor's Recommendation</i>	<i>3,666.30</i>	<i>224,359,300</i>	<i>121,680,300</i>	<i>0</i>	<i>346,039,600</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	2,007,700	737,300	0	2,745,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,554,000</i>	<i>570,700</i>	<i>0</i>	<i>2,124,700</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and for library materials in capital outlay.					
Agency Request	0.00	283,800	556,000	0	839,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Non-standard Adjustments

STATEWIDE COST ALLOCATION: Includes assessments for State Controller fees and changes in risk management for property and casualty insurance premiums (net increase of \$181,900).

ENROLLMENT WORKLOAD ADJUSTMENT: This decision unit also includes a request to keep pace with enrollment growth at the four institutions. This "Enrollment Workload Adjustment" is not based on student enrollment per se, but is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline. The EWA request includes 7.0 FTP and \$2,745,800. In addition to the Enrollment Workload Adjustment, this request also includes replacement capital outlay for Library materials (\$605,200); and the cost of utility increases that have exceeded the general inflationary rate (\$440,200).

OCCUPANCY COSTS: The Office of the State Board is requesting General Funds to cover those costs associated with occupying new buildings on campus for FY 2006. This request is a companion to the supplemental appropriation request for the same purpose, and would provide the remaining full year costs for those buildings occupied for a portion of the year in FY 2005. These costs include maintenance, custodial and utility expenses. The 10.63 FTP's represent custodial staff and include \$198,300 in personnel costs. The balance, \$1,061,000 is all for operating expenses.

Included in this request is the remaining six months cost of the BSU West academic building (\$186,400), and four months cost (March through June, 2005) for the BSU Art Studio/classroom building in Capitol Village (\$61,600). ISU is requesting the remaining six months costs of the Performing Arts Center (\$490,800) and LCSC is requesting the remaining six months on the Campus Activity Center. The U of I is requesting the remaining four months for the Water Center (\$176,100), ten months for the Teaching and Learning center (\$144,500), and a full year costs for the UI Golf Course facility (\$39,600).

Agency Request	32.63	4,768,900	463,500	0	5,232,400
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The Governor's recommendation includes funding of the statewide cost allocation components, the enrollment workload adjustment and the library and utility increases. For occupancy costs, the Governor is recommending only the ISU Performing Arts Center (\$490,800) and the UI Water Center (\$176,100).

Governor's Recommendation	12.00	4,176,500	463,500	0	4,640,000
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	1,712,000	664,400	0	2,376,400
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Governor's Recommendation	0.00	1,712,000	664,400	0	2,376,400
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	3,173,000	1,074,900	0	4,247,900
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Governor's Recommendation	0.00	3,173,000	1,074,900	0	4,247,900
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College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Fund Shifts

1. INFLATIONARY INCREASES: \$3,496,100 in General Funds are requested to replace all of the student fees and endowment funds associated with funding an MCO inflationary budget. Effectively, this request would fund all benefit increases, salary increases, replacement capital outlay and operating expense increases with General Funds rather than student fees and endowments.

2. ENDOWMENT FUND LOSSES: The pooled endowments distributed to the four institutions have been reduced approximately \$2.0 to \$3.0 million each of the last five years, from a high of \$21.9 million in FY 2002 to the current estimate of \$12.7 million for FY 2006. This request would replace \$1,455,600 in endowment reductions, essentially the amount reduced from FY 2005 to FY 2006.

Agency Request	0.00	4,951,700	(4,951,700)	0	0
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The Governor's recommendation includes replacing the student fees and endowment funds associated with inflationary and maintenance costs, but does not recommend replacing the endowment fund losses resulting from reduced payouts.

Governor's Recommendation	0.00	2,773,500	(4,229,100)	0	(1,455,600)
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FY 2006 Program Maintenance					
Agency Request	3,699.43	241,912,400	120,224,700	0	362,137,100
Governor's Recommendation	3,678.30	237,748,300	120,224,700	0	357,973,000

1. Unfunded Enrollment Workload Adj.

The four institutions are requesting funds to restore Enrollment Workload Adjustments which were not funded, or were only partially funded in the three previous fiscal year appropriations. Each year there is a request to keep pace with enrollment growth at the four institutions which is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline. No additional General Funds were approved for the EWA in FY 2003 (\$1,682,100); approximately half of the EWA was funded in FY 2004 (with \$827,200 unfunded); and no additional funding was provided in FY 2005 (\$2,679,800). The 3-year total for the unfunded Enrollment Workload Adjustment is \$5,189,100. However, the State Board of Education is requesting only 20% of this total, with a goal of restoring the total amount over a five year period.

Agency Request	5.00	1,037,800	0	0	1,037,800
Governor's Recommendation	0.00	0	0	0	0

2. Funding Equity

In 2001, the Legislature prompted the State Board of Education to examine equity of state funding among Idaho's four-year institutions of higher education. A private consulting firm hired by the Board concluded, among other things, that state funds for similar students in similar programs were not distributed equitably between the four schools. The Board adopted those findings in January, 2002 and rather than attempt to redistribute existing resources, is seeking \$7,920,000 in additional funds for "Base Instructional Equity", of which BSU would receive 57% and ISU 43%. Additionally, the Board is seeking \$3,000,000 for a "Science and Technology Growth Adjustment" of which the U of I would receive 77%, ISU 11%, BSU 10% and LCSC 3%. This total funding equity package, therefore, equals \$10,920,000. However, the State Board of Education is requesting only 20% of this total, with a goal of restoring the total amount over a five year period.

Agency Request	15.00	2,184,000	0	0	2,184,000
Governor's Recommendation	0.00	0	0	0	0

Lump Sum or Other Adjustments

Reflects the State Board of Education request for a lump sum budget.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	3,719.43	245,134,200	120,224,700	0	365,358,900
<i>Governor's Recommendation</i>	3,678.30	237,748,300	120,224,700	0	357,973,000
Agency Request					
Change from Original App	87.88	21,768,000	2,296,400	0	24,064,400
% Change from Original App	2.4%	9.7%	1.9%		7.1%
<i>Governor's Recommendation</i>					
Change from Original App	46.75	14,382,100	2,296,400	0	16,678,500
% Change from Original App	1.3%	6.4%	1.9%		4.9%

Community Colleges

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	19,223,900	19,223,900	19,755,400	22,139,000	20,730,700
Dedicated	300,000	300,000	300,000	300,000	300,000
Total:	19,523,900	19,523,900	20,055,400	22,439,000	21,030,700
Percent Change:		0.0%	2.7%	11.9%	4.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	14,482,300	0	0	0
Operating Expenditures	0	2,970,000	0	0	0
Capital Outlay	0	2,071,600	0	0	0
Trustee/Benefit	19,523,900	0	20,055,400	22,439,000	21,030,700
Total:	19,523,900	19,523,900	20,055,400	22,439,000	21,030,700

Division Description

Idaho's two community colleges provide quality two-year academic transfer programs; assure adequate functional knowledge for those entering para-professional levels of the labor market; provide skills, attitudes and knowledge to those seeking professional licensure; and provide a continuing program of adult education and community service.

North Idaho College, situated in a community college area comprised of Benewah, Bonner, Boundary, Kootenai, and Shoshone counties, has one county (Kootenai) within its property tax district.

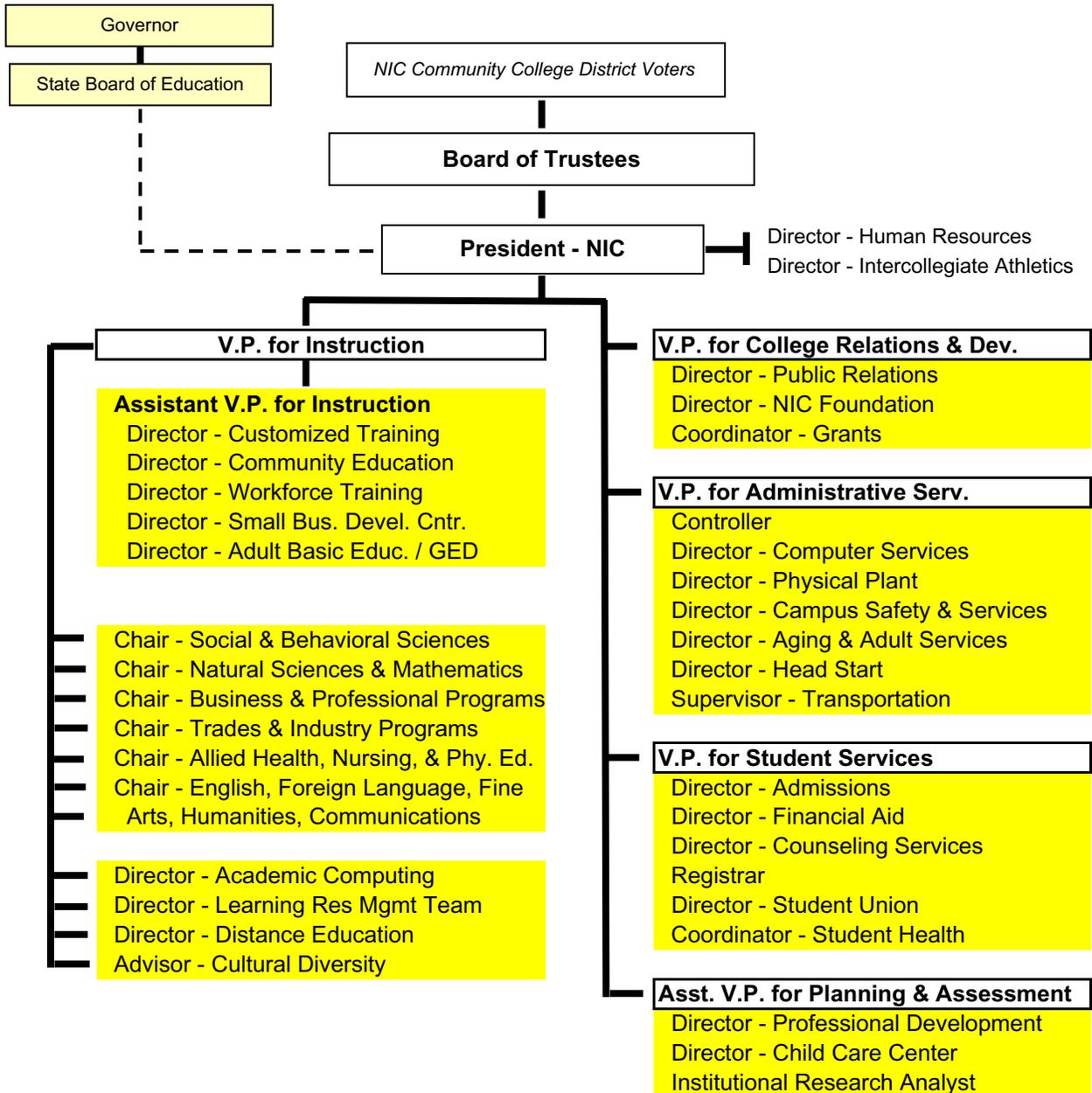
The College of Southern Idaho, situated in a community college area comprised of Blaine, Camas, Cassia, Gooding, Jerome, Lincoln, Minidoka, Twin Falls and portions of Elmore and Owyhee counties, has two counties (Jerome and Twin Falls) within its property tax district.

The Community College budget appropriated by the Legislature includes only the state support from the General Fund and a \$300,000 statutory distribution of liquor funds. It does not reflect local property tax revenues, student tuition & fees, county tuition or other miscellaneous revenues.

Community Colleges Agency Profile

Analyst: Youtz

Organization of North Idaho College



Community Colleges Agency Profile

Analyst: Youtz

Student & Financial Information

Selected Measures	FY 2002	FY 2003	FY 2004	FY 2005	Average Annual chng
1. Fall FTE Enrollment					
College of Southern Idaho					
Academic	3,011	3,232	3,232	3,297	3.1%
Professional-Technical	<u>720</u>	<u>748</u>	<u>778</u>	<u>794</u>	<u>3.3%</u>
Total	3,731	3,980	4,010	4,091	3.1%
North Idaho College					
Academic	2,694	2,648	2,778	2,917	2.7%
Professional-Technical	<u>373</u>	<u>665</u>	<u>669</u>	<u>702</u>	<u>27.9%</u>
Total	3,067	3,313	3,447	3,619	5.7%
2. Student Tuition & Fees					
College of Southern Idaho					
In-district	\$705	\$775	\$825	\$900	8.5%
Plus out-of-district	\$500	\$500	\$500	\$500	0.0%
Plus out-of-state	\$1,250	\$1,375	\$1,475	\$1,600	8.6%
North Idaho College					
In-district	\$702	\$772	\$848	\$916	9.3%
Plus out-of-district	\$500	\$500	\$500	\$500	0.0%
Plus out-of-state	\$1,190	\$1,360	\$1,546	\$1,710	12.9%
3. Operating Budgets					
College of Southern Idaho					
State General Fund	\$10,290,700	\$9,128,500	\$9,612,000	\$9,877,700	-1.1%
Liquor Funds	150,000	150,000	150,000	150,000	0.0%
Inventory Phaseout Tax	500,000	514,000	537,300	530,000	2.0%
Property Tax	2,876,600	3,025,100	3,301,600	3,351,800	5.3%
Tuition and Fees	3,457,300	4,984,300	5,772,300	6,342,300	23.3%
County Tuition	1,500,000	1,732,400	1,640,600	1,600,000	2.6%
<u>Miscellaneous</u>	<u>821,000</u>	<u>1,000,600</u>	<u>1,153,400</u>	<u>1,086,200</u>	<u>10.4%</u>
Total	\$19,595,600	\$20,534,900	\$22,167,200	\$22,938,000	5.4%
North Idaho College					
State General Fund	\$10,290,700	\$9,128,500	\$9,612,000	\$9,877,700	-1.1%
Liquor Funds	150,000	150,000	150,000	150,000	0.0%
Property Tax	4,879,400	5,198,200	5,526,200	5,847,700	6.2%
Tuition and Fees	5,281,700	6,085,600	7,199,200	8,155,300	15.6%
County Tuition	673,000	773,000	773,000	876,000	9.4%
<u>Miscellaneous</u>	<u>680,200</u>	<u>655,700</u>	<u>589,800</u>	<u>1,840,400</u>	<u>66.1%</u>
Total	\$21,955,000	\$21,991,000	\$23,850,200	\$26,747,100	6.9%
Grand Total	\$41,550,600	\$42,525,900	\$46,017,400	\$49,685,100	6.2%

Community Colleges

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	19,755,400	20,055,400	0.00	19,755,400	20,055,400
HB 805 One-time 1% Salary Increase	0.00	130,100	132,200	0.00	130,100	132,200
FY 2005 Total Appropriation	0.00	19,885,500	20,187,600	0.00	19,885,500	20,187,600
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	0.00	19,885,500	20,187,600	0.00	19,885,500	20,187,600
Removal of One-Time Expenditures	0.00	(130,100)	(132,200)	0.00	(130,100)	(132,200)
FY 2006 Base	0.00	19,755,400	20,055,400	0.00	19,755,400	20,055,400
Benefit Costs	0.00	227,300	230,700	0.00	175,900	178,500
Inflationary Adjustments	0.00	38,500	39,300	0.00	0	0
Non-standard Adjustments	0.00	1,343,100	1,343,500	0.00	656,900	656,900
Change in Employee Compensation	0.00	137,800	139,900	0.00	137,800	139,900
Fund Shifts	0.00	6,700	0	0.00	4,700	0
FY 2006 Program Maintenance	0.00	21,508,800	21,808,800	0.00	20,730,700	21,030,700
1. Unfunded Enrollment Workload Adj.	0.00	630,200	630,200	0.00	0	0
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	0.00	22,139,000	22,439,000	0.00	20,730,700	21,030,700
Change from Original Appropriation	0.00	2,383,600	2,383,600	0.00	975,300	975,300
% Change from Original Appropriation		12.1%	11.9%		4.9%	4.9%

Community Colleges

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	0.00	19,755,400	300,000	0	20,055,400
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	130,100	2,100	0	132,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>130,100</i>	<i>2,100</i>	<i>0</i>	<i>132,200</i>
FY 2005 Total Appropriation					
Agency Request	0.00	19,885,500	302,100	0	20,187,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>19,885,500</i>	<i>302,100</i>	<i>0</i>	<i>20,187,600</i>
Non-Cognizable Funds and Transfers					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	0.00	19,885,500	302,100	0	20,187,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>19,885,500</i>	<i>302,100</i>	<i>0</i>	<i>20,187,600</i>
Removal of One-Time Expenditures					
Removes funding provided for the one-time 1% CEC (HB805).					
Agency Request	0.00	(130,100)	(2,100)	0	(132,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(130,100)</i>	<i>(2,100)</i>	<i>0</i>	<i>(132,200)</i>
FY 2006 Base					
Agency Request	0.00	19,755,400	300,000	0	20,055,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>19,755,400</i>	<i>300,000</i>	<i>0</i>	<i>20,055,400</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	227,300	3,400	0	230,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>175,900</i>	<i>2,600</i>	<i>0</i>	<i>178,500</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	38,500	800	0	39,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Community Colleges

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Non-standard Adjustments

ENROLLMENT WORKLOAD ADJUSTMENT: In order to serve growing student populations, the State Board of Education developed an Enrollment Workload Adjustment for Community Colleges which uses a 3-year rolling average of academic credit enrollments to quantify that growth, and determine the personnel, operating and capital outlay support to handle that growth. Based on this formula, NIC is requesting \$131,800 and CSI is requesting \$525,100 for a total of \$656,900 to keep pace with growing enrollments.

OCCUPANCY COSTS: The Office of the State Board is requesting General Funds to cover those costs associated with occupying new buildings on the two campuses for FY 2006. These costs include maintenance, custodial and utility expenses. Includes \$106,200 in personnel costs for custodial staff, with the balance split between operating expenses (\$446,000) and capital outlay (\$114,200). Included are CSI's request for \$176,000 for a full year's funding of the Herritt Center addition, which was occupied in March, 2004 and the Fine Arts addition which is scheduled for occupancy in May, 2005. NIC is requesting \$378,100 for the Health and Science Building, which is scheduled to be occupied in September, 2005.

Also included in this non-standard inflationary adjustment are \$3,500 for library books and periodicals, and \$16,700 for utility rate increases, both of which exceed the general inflation rate allowed in the budget request process (1.3%).

Agency Request	0.00	1,343,100	400	0	1,343,500
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The Governor's recommendation includes only those costs associated with the enrollment workload adjustment.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>656,900</i>	<i>0</i>	<i>0</i>	<i>656,900</i>
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	137,800	2,100	0	139,900
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>137,800</i>	<i>2,100</i>	<i>0</i>	<i>139,900</i>
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Fund Shifts

The two community colleges each receive \$150,000 per year in dedicated funds generated by the sale of liquor in Idaho. Since that amount is a flat, statutory distribution, the inflationary increases attributable to those funds have historically been shifted onto the General Fund, which for this budget request amount to \$6,700.

Agency Request	0.00	6,700	(6,700)	0	0
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,700</i>	<i>(4,700)</i>	<i>0</i>	<i>0</i>
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FY 2006 Program Maintenance					
Agency Request	0.00	21,508,800	300,000	0	21,808,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>20,730,700</i>	<i>300,000</i>	<i>0</i>	<i>21,030,700</i>

1. Unfunded Enrollment Workload Adj.

The College of Southern Idaho is requesting funds to restore Enrollment Workload Adjustments which were not funded, or were only partially funded in the three previous fiscal year appropriations. Each year there is a request to keep pace with enrollment growth at the two institutions which is a calculation based on a three-year rolling average of the increase in academic-only credit hours. This request includes \$73,900 for FY 2003, \$197,000 for FY 2004 and \$359,300 for FY 2005. These funds will be used to hire both full and part-time faculty in the core classes that have experienced the most growth.

Agency Request	0.00	630,200	0	0	630,200
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Community Colleges

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Lump Sum or Other Adjustments					
Reflects the State Board of Education request for a lump sum appropriation.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Total					
Agency Request	0.00	22,139,000	300,000	0	22,439,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>20,730,700</i>	<i>300,000</i>	<i>0</i>	<i>21,030,700</i>
Agency Request					
Change from Original App	0.00	2,383,600	0	0	2,383,600
% Change from Original App		12.1%	0.0%		11.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>975,300</i>	<i>0</i>	<i>0</i>	<i>975,300</i>
<i>% Change from Original App</i>		<i>4.9%</i>	<i>0.0%</i>		<i>4.9%</i>

Idaho School for the Deaf and the Blind

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	7,183,600	7,187,000	7,449,300	8,462,600	7,966,200
Dedicated	675,500	261,500	241,600	244,700	241,600
Federal	401,700	161,300	127,100	118,200	117,100
Total:	8,260,800	7,609,800	7,818,000	8,825,500	8,324,900
Percent Change:		(7.9%)	2.7%	12.9%	6.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	5,949,600	6,607,300	0	6,993,000
Operating Expenditures	0	1,276,500	1,200,700	0	1,251,900
Capital Outlay	0	383,700	10,000	0	80,000
Lump Sum	8,260,800	0	0	8,825,500	0
Total:	8,260,800	7,609,800	7,818,000	8,825,500	8,324,900
Full-Time Positions (FTP)	121.52	121.52	121.52	121.52	121.52

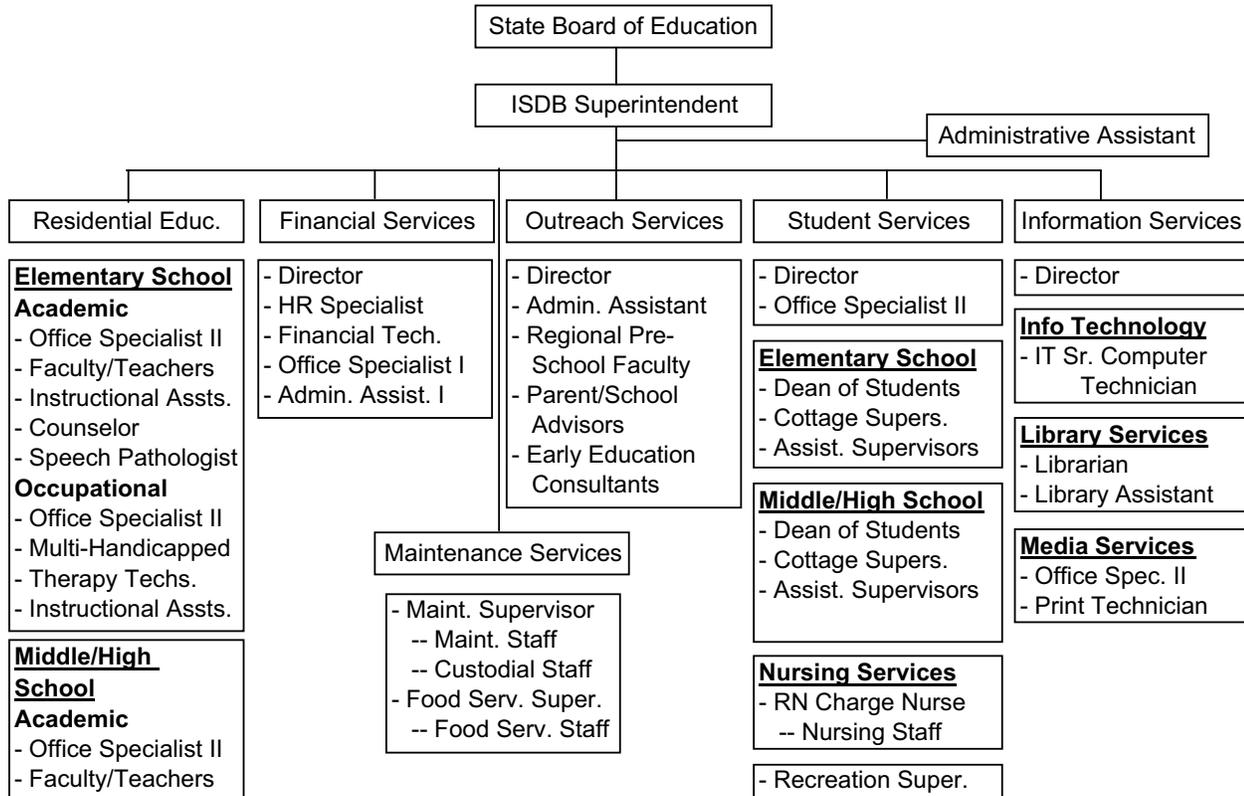
Division Description

PROGRAM DESCRIPTION: The Idaho School for the Deaf and the Blind provides appropriate educational opportunities for the hearing impaired and visually impaired youth of Idaho (through age 21) at the school's residential campus in Gooding and through regional outreach programs offered statewide.

School for the Deaf & Blind Agency Profile

Analyst: Hancock

Organizational Chart



Strategic Planning Act Performance Measures

Selected Measures	FY 2003 Act.	FY 2004 Est.	FY 2005 Est.
1. Develop, implement & modify instructional programs using the Individualized Education Plan (IEP) model for residential students.			
a. Multi-handicapped students	11	10	10
b. Visually impaired students	15	22	24
c. Hearing impaired students	59	65	70
2. Develop, implement & modify instructional programs using the IEP model at the regional level.			
a. Visually impaired students	267	300	300
b. Hearing impaired students	307	310	310
3. Evaluate potential impairment of pre-school and school-age children.			
a. Vision screening evaluations	225	225	225
b. Hearing screening evaluations	510	515	520
4. Provide safe & appropriate housing for residential students.			
	49	60	70

Idaho School for the Deaf and the Blind

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	121.52	7,449,300	7,818,000	121.52	7,449,300	7,818,000
HB 805 One-time 1% Salary Increase	0.00	56,200	56,200	0.00	56,200	56,200
Governor's Rescission	0.00	0	0	0.00	(28,900)	(28,900)
FY 2005 Total Appropriation	121.52	7,505,500	7,874,200	121.52	7,476,600	7,845,300
Removal of One-Time Expenditures	0.00	(56,200)	(66,200)	0.00	(44,100)	(54,100)
Base Adjustments	0.00	0	0	0.00	16,800	16,800
FY 2006 Base	121.52	7,449,300	7,808,000	121.52	7,449,300	7,808,000
Benefit Costs	0.00	136,600	136,600	0.00	105,700	105,700
Inflationary Adjustments	0.00	10,500	14,700	0.00	0	0
Replacement Items	0.00	285,200	285,200	0.00	107,200	107,200
Nonstandard Adjustments	0.00	24,000	24,000	0.00	24,000	24,000
Change in Employee Compensation	0.00	57,800	57,800	0.00	57,800	57,800
27th Payroll	0.00	222,200	222,200	0.00	222,200	222,200
FY 2006 Program Maintenance	121.52	8,185,600	8,548,500	121.52	7,966,200	8,324,900
1. Salary Increases	0.00	277,000	277,000	0.00	0	0
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	121.52	8,462,600	8,825,500	121.52	7,966,200	8,324,900
Change from Original Appropriation	0.00	1,013,300	1,007,500	0.00	516,900	506,900
% Change from Original Appropriation		13.6%	12.9%		6.9%	6.5%

Idaho School for the Deaf and the Blind

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	121.52	7,449,300	241,600	127,100	7,818,000
HB 805 One-time 1% Salary Increase					
Reflects surplus eliminator funding for one-time 1% salary increases.					
Agency Request	0.00	56,200	0	0	56,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>56,200</i>	<i>0</i>	<i>0</i>	<i>56,200</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(28,900)</i>	<i>0</i>	<i>0</i>	<i>(28,900)</i>
FY 2005 Total Appropriation					
Agency Request	121.52	7,505,500	241,600	127,100	7,874,200
<i>Governor's Recommendation</i>	<i>121.52</i>	<i>7,476,600</i>	<i>241,600</i>	<i>127,100</i>	<i>7,845,300</i>
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(56,200)	0	(10,000)	(66,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(44,100)</i>	<i>0</i>	<i>(10,000)</i>	<i>(54,100)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>16,800</i>	<i>0</i>	<i>0</i>	<i>16,800</i>
FY 2006 Base					
Agency Request	121.52	7,449,300	241,600	117,100	7,808,000
<i>Governor's Recommendation</i>	<i>121.52</i>	<i>7,449,300</i>	<i>241,600</i>	<i>117,100</i>	<i>7,808,000</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	136,600	0	0	136,600
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>105,700</i>	<i>0</i>	<i>0</i>	<i>105,700</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	10,500	3,100	1,100	14,700
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Idaho School for the Deaf and the Blind

Analyst: Hancock

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Replacement Items

Replacement Items include \$14,900 for software upgrades, \$12,300 for software maintenance agreements, \$45,000 for three vehicles, \$28,000 for a 38-horsepower lawnmower, \$80,000 for a school bus, \$23,000 for a Brain Stem Evoked Response Audiometry unit, \$23,800 for 30 computers, \$15,100 for seven file server/ethernet switches, \$4,300 for 24 printers, \$13,800 for 25 PDA notebooks, \$10,000 for a tactile graphics embosser, and \$15,000 to increase the wireless coverage and bandwidth on the school's Gooding campus.

Agency Request	0.00	285,200	0	0	285,200
<i>The Governor recommends funding for software and a school bus.</i>					
Governor's Recommendation	0.00	107,200	0	0	107,200

Nonstandard Adjustments

Nonstandard Adjustments include a \$9,300 increase in Attorney General fees, a \$2,100 increase in risk management fees, a \$500 decrease in State Controller fees, a \$100 increase in State Treasurer fees, and a \$13,000 increase in leased office space costs.

Agency Request	0.00	24,000	0	0	24,000
Governor's Recommendation	0.00	24,000	0	0	24,000

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	57,800	0	0	57,800
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	57,800	0	0	57,800

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	222,200	0	0	222,200
Governor's Recommendation	0.00	222,200	0	0	222,200

FY 2006 Program Maintenance

Agency Request	121.52	8,185,600	244,700	118,200	8,548,500
Governor's Recommendation	121.52	7,966,200	241,600	117,100	8,324,900

1. Salary Increases

This enhancement would provide ongoing General Fund money for staff pay increases at the Idaho School for the Deaf and Blind (ISDB). These pay increases would bring pay levels at ISDB up to the higher levels found in Idaho's public schools, and would help ISDB compete with the public schools in employee hiring and retention.

Agency Request	0.00	277,000	0	0	277,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Lump Sum or Other Adjustments

A lump sum appropriation is requested.

Agency Request	0.00	0	0	0	0
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Idaho School for the Deaf and the Blind

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	121.52	8,462,600	244,700	118,200	8,825,500
<i>Governor's Recommendation</i>	121.52	7,966,200	241,600	117,100	8,324,900
Agency Request					
Change from Original App	0.00	1,013,300	3,100	(8,900)	1,007,500
% Change from Original App	0.0%	13.6%	1.3%	(7.0%)	12.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	0.00	516,900	0	(10,000)	506,900
<i>% Change from Original App</i>	0.0%	6.9%	0.0%	(7.9%)	6.5%

Office of the State Board of Education

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	3,574,300	3,287,500	4,097,100	5,021,000	4,968,800
Dedicated	543,100	158,700	132,900	134,600	132,900
Federal	324,600	2,176,700	5,230,800	7,019,200	6,955,100
Total:	4,442,000	5,622,900	9,460,800	12,174,800	12,056,800
Percent Change:		26.6%	68.3%	28.7%	27.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,278,000	1,198,900	1,582,400	1,781,500	1,776,800
Operating Expenditures	3,067,400	3,886,600	7,091,200	9,587,400	9,489,300
Capital Outlay	700	15,600	0	8,500	3,500
Trustee/Benefit	95,900	521,800	787,200	797,400	787,200
Total:	4,442,000	5,622,900	9,460,800	12,174,800	12,056,800
Full-Time Positions (FTP)	19.40	19.40	22.00	23.00	23.00

Division Description

The State Board of Education is responsible for the general supervision, governance, and control of Idaho's public education system from kindergarten through the doctoral level, including oversight of public schools and the community colleges.

The Board is composed of eight members, seven of whom are appointed to five-year terms by the Governor subject to Senate confirmation. The eighth member is the holder of the statewide elected office of the Superintendent of Public Instruction. The Board meets across the state in nine to twelve regular sessions each year with additional special sessions scheduled as needed.

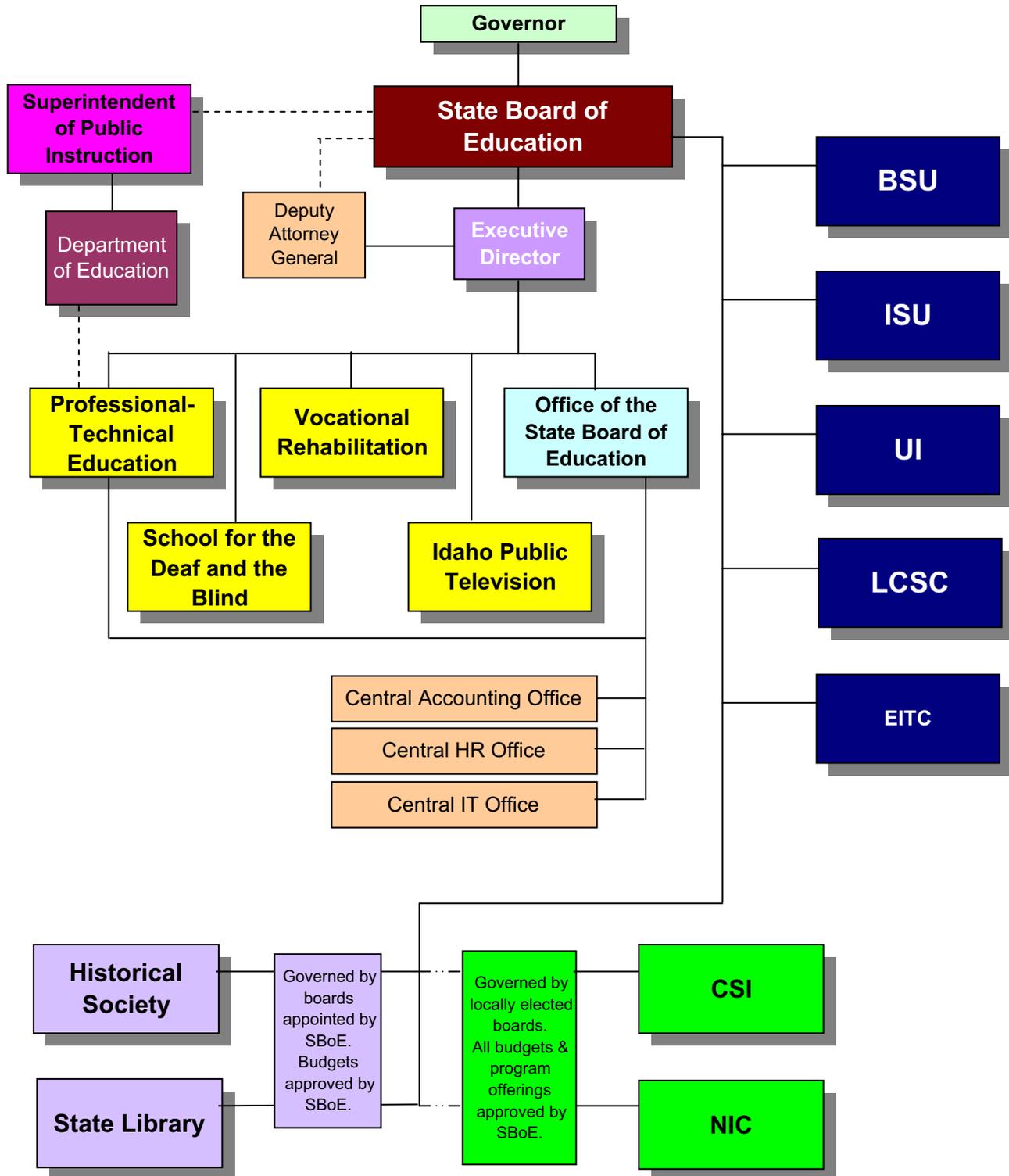
Recently, the State Board of Education has taken a larger role in K-12 education via development, adoption and implementation of achievement standards for Idaho's public school students. The Board is also reassuming the role and duties of 'State Education Agency' that it had previously delegated to the Superintendent of Public Instruction.

The Office of the State Board of Education (OSBE) provides professional staff support to the State Board of Education. Staff expertise focuses primarily on program evaluation, fiscal oversight and centralized record keeping. OSBE staff also responds to Board requests for special studies, monitors agency compliance with Board policies, and administers the state-funded financial aid programs.

Office of the State Board of Education Issues & Information

Analyst: Hancock

State Board of Education Organizational Chart

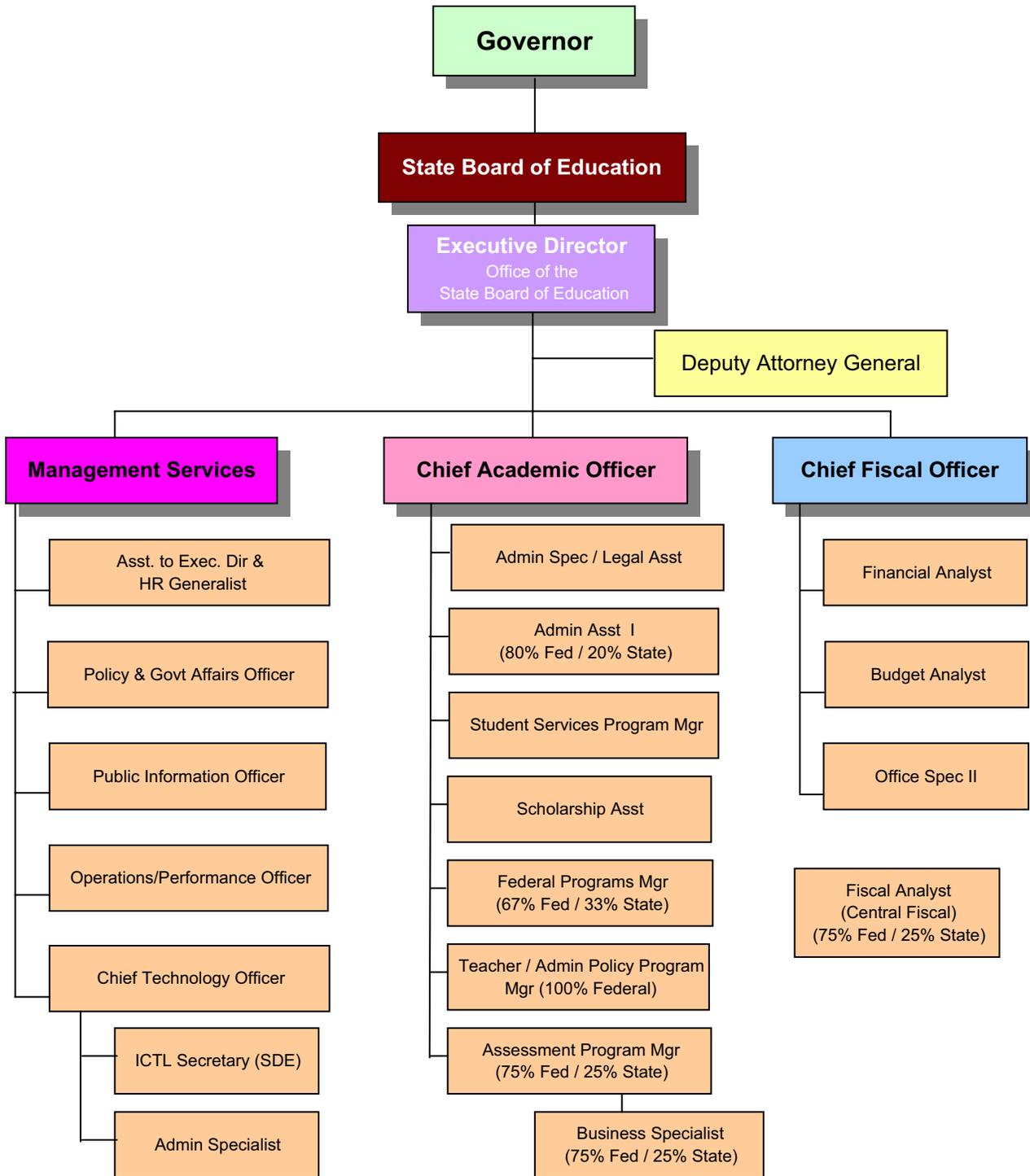


Office of the State Board of Education Issues & Information

Analyst: Hancock

Office of the State Board of Education Organizational Chart

22.00 Full-Time Position Equivalents budgeted for FY 2005



Positions funded with General Fund moneys unless otherwise noted.

Office of the State Board of Education

Agency Profile

Analyst: Hancock

Selected Measures

	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
1. Percentage of time scheduled on Board meeting agendas devoted to policy formulation	60%	65%	70%	70%
2. Percentage of time scheduled on Board meeting agendas devoted to information updates	30%	30%	20%	20%
3. Percentage of time scheduled on Board meeting agendas devoted to administrative activities	10%	10%	10%	10%
4. Percentage of Board-approved performance measures incorporated into OSBE management information system	100%	100%	100%	100%
5. Number of new academic programs authorized	10	10	10	10
6. Number of academic programs terminated	3	3	3	3
7. Percentage of Board rules approved by the Legislature	100%	100%	100%	100%

Sources of Funds

	FY04 Expend.	% of Expend.	FY05 Approp.	FY06 Request
1. General Fund	\$3,287,500	58.5%	\$4,097,100	\$5,021,000
<p>The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205). The fund sources are: 1) individual income tax, 2) corporate income tax, 3) sales tax, 4) cigarette tax, 5) beer tax, 6) wine tax, 7) liquor surcharge, 8) kilowatt hour tax, 9) mine license tax, 10) Treasurer's interest on investments of certain idle state funds, 11) court fees and fines, 12) insurance premium tax, 13) sale of alcoholic beverage licenses, 14) unclaimed property, 15) articles of incorporation and uniform commercial code filing fees, 16) estate and transfer tax, and 17) other miscellaneous sources from various agency receipts.</p>				
2. Miscellaneous Revenue Fund	\$158,700	2.8%	\$132,900	\$134,600
<p>Miscellaneous revenue includes moneys received from the registration of proprietary schools and various short-term grants. Most such grants over the past several years have come from the J.A. and Kathryn Albertson Foundation.</p>				
3. Federal Grant Fund	\$2,176,700	38.7%	\$5,230,800	\$7,019,200
<p>Idaho receives a U.S. Department of Education Title II Teacher Quality Enhancement Programs grant, a Title VI grant for student assessments, and a Limited English Proficiency grant.</p>				
TOTAL	\$5,622,900	100.0%	\$9,460,800	\$12,174,800

Office of the State Board of Education

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	22.00	4,097,100	9,460,800	22.00	4,097,100	9,460,800
HB 805 One-time 1% Salary Increase	0.00	10,100	11,100	0.00	10,100	11,100
Governor's Rescission	0.00	0	0	0.00	(4,600)	(4,600)
FY 2005 Total Appropriation	22.00	4,107,200	9,471,900	22.00	4,102,600	9,467,300
Removal of One-Time Expenditures	0.00	(10,100)	(11,100)	0.00	(8,500)	(9,500)
Base Adjustments	0.00	0	0	0.00	3,000	3,000
FY 2006 Base	22.00	4,097,100	9,460,800	22.00	4,097,100	9,460,800
Benefit Costs	0.00	16,400	20,800	0.00	12,700	16,100
Inflationary Adjustments	0.00	43,500	108,300	0.00	0	0
Replacement Items	0.00	5,000	5,000	0.00	0	0
Nonstandard Adjustments	0.00	800,200	800,200	0.00	800,200	800,200
Change in Employee Compensation	0.00	11,400	14,700	0.00	11,400	14,700
27th Payroll	0.00	43,900	56,800	0.00	43,900	56,800
FY 2006 Program Maintenance	22.00	5,017,500	10,466,600	22.00	4,965,300	10,348,600
1. Administrative Support	1.00	3,500	3,500	1.00	3,500	3,500
2. Additional Federal Funds	0.00	0	1,704,700	0.00	0	1,704,700
3. Additional Deputy AG	0.00	0	0	0.00	0	0
FY 2006 Total	23.00	5,021,000	12,174,800	23.00	4,968,800	12,056,800
Change from Original Appropriation	1.00	923,900	2,714,000	1.00	871,700	2,596,000
% Change from Original Appropriation		22.6%	28.7%		21.3%	27.4%

Office of the State Board of Education

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	22.00	4,097,100	132,900	5,230,800	9,460,800

HB 805 One-time 1% Salary Increase

Reflects surplus eliminator funding for one-time 1% salary increases.

Agency Request	0.00	10,100	1,000	0	11,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>10,100</i>	<i>1,000</i>	<i>0</i>	<i>11,100</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,600)</i>	<i>0</i>	<i>0</i>	<i>(4,600)</i>
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FY 2005 Total Appropriation					
Agency Request	22.00	4,107,200	133,900	5,230,800	9,471,900
<i>Governor's Recommendation</i>	<i>22.00</i>	<i>4,102,600</i>	<i>133,900</i>	<i>5,230,800</i>	<i>9,467,300</i>

Removal of One-Time Expenditures

Removes funding provided for one-time items.

Agency Request	0.00	(10,100)	(1,000)	0	(11,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(8,500)</i>	<i>(1,000)</i>	<i>0</i>	<i>(9,500)</i>

Base Adjustments

Agency Request	0.00	0	0	0	0
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Restore risk management rescission to the base.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>3,000</i>	<i>0</i>	<i>0</i>	<i>3,000</i>
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FY 2006 Base					
Agency Request	22.00	4,097,100	132,900	5,230,800	9,460,800
<i>Governor's Recommendation</i>	<i>22.00</i>	<i>4,097,100</i>	<i>132,900</i>	<i>5,230,800</i>	<i>9,460,800</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	16,400	0	4,400	20,800
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>12,700</i>	<i>0</i>	<i>3,400</i>	<i>16,100</i>
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	43,500	1,700	63,100	108,300
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Office of the State Board of Education

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Replacement Items include two laptop computers.					
Agency Request	0.00	5,000	0	0	5,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Nonstandard Adjustments					
Nonstandard Adjustments include a \$187,800 increase in Attorney General fees, a \$2,500 increase in building services space charges, a \$900 decrease in risk management fees, a \$400 decrease in State Controller fees, a \$500 decrease in State Treasurer fees, and \$611,700 to restore a portion of the \$1 million base reduction enacted in this budget in FY 2005. The reduction had been made possible by the State Board of Education's identification of an influx of federal dollars, which were able to replace General Fund dollars that had been allocated for student assessments. The General Fund money saved was added to the Public Schools budget.					
Agency Request	0.00	800,200	0	0	800,200
Governor's Recommendation	0.00	800,200	0	0	800,200

Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	11,400	0	3,300	14,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	11,400	0	3,300	14,700

27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	43,900	0	12,900	56,800
Governor's Recommendation	0.00	43,900	0	12,900	56,800

FY 2006 Program Maintenance					
Agency Request	22.00	5,017,500	134,600	5,314,500	10,466,600
Governor's Recommendation	22.00	4,965,300	132,900	5,250,400	10,348,600

1. Administrative Support

This enhancement would provide General Fund support for two administrative assistant positions (one FTP would be new, the other would provide funding for a vacant position in which the salary originally allocated for the position has been transferred to other uses). One position would provide support for the board's Policy & Governmental Affairs Officer, as well as the Public Charter School Commission. The other position would provide administrative support for board members and professional staff. Of the funds requested, \$106,800 is ongoing, and \$3,500 is one-time. The ongoing portion would be funded by transferring unneeded dollars, restored under Nonstandard Adjustments, from operating expenditures to personnel costs.

Agency Request	1.00	3,500	0	0	3,500
Governor's Recommendation	1.00	3,500	0	0	3,500

2. Additional Federal Funds

This enhancement would increase the board's spending authority in the area of federal funds operating expenditures. This will enable the board to spend the increased federal dollars that are available. This increase would be funded on an ongoing basis.

Agency Request	0.00	0	0	1,704,700	1,704,700
Governor's Recommendation	0.00	0	0	1,704,700	1,704,700

Office of the State Board of Education

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. Additional Deputy AG					
Agency Request	0.00	0	0	0	0
<i>This decision unit, which was not requested by the agency, would provide a second deputy attorney general for the State Board of Education. No additional funds are recommended here because of the amount of funding provided in Nonstandard Adjustments to cover over 2,500 extra hours of services incurred in FY 2004, which should cover the cost of the new deputy in the future.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	23.00	5,021,000	134,600	7,019,200	12,174,800
Governor's Recommendation	23.00	4,968,800	132,900	6,955,100	12,056,800
Agency Request					
Change from Original App	1.00	923,900	1,700	1,788,400	2,714,000
% Change from Original App	4.5%	22.6%	1.3%	34.2%	28.7%
Governor's Recommendation					
Change from Original App	1.00	871,700	0	1,724,300	2,596,000
% Change from Original App	4.5%	21.3%	0.0%	33.0%	27.4%

Health Education Programs

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
WOI Veterinary Education	1,536,800	1,536,800	1,582,500	1,653,200	1,649,000
WWAMI Medical Education	3,527,000	3,299,900	3,427,700	3,489,100	3,485,800
IDEP Dental Education	986,500	896,400	1,015,900	1,110,600	1,110,100
Univ. Utah Med. Ed.	812,700	812,700	892,900	985,900	985,900
Family Practice Residencies	1,016,000	1,016,000	1,049,900	1,547,100	1,546,500
WICHE	190,600	185,000	193,800	198,400	198,400
Total:	8,069,600	7,746,800	8,162,700	8,984,300	8,975,700
BY FUND CATEGORY					
General	7,541,400	7,519,500	7,846,100	8,641,900	8,630,200
Dedicated	528,200	227,300	316,600	342,400	345,500
Total:	8,069,600	7,746,800	8,162,700	8,984,300	8,975,700
Percent Change:		(4.0%)	5.4%	10.1%	10.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,905,300	1,804,700	1,937,500	2,184,700	2,180,400
Operating Expenditures	1,500,000	1,315,500	1,335,700	1,392,700	1,388,400
Trustee/Benefit	4,664,300	4,626,600	4,889,500	5,406,900	5,406,900
Total:	8,069,600	7,746,800	8,162,700	8,984,300	8,975,700
Full-Time Positions (FTP)	20.39	20.39	20.39	23.39	23.39

Division Description

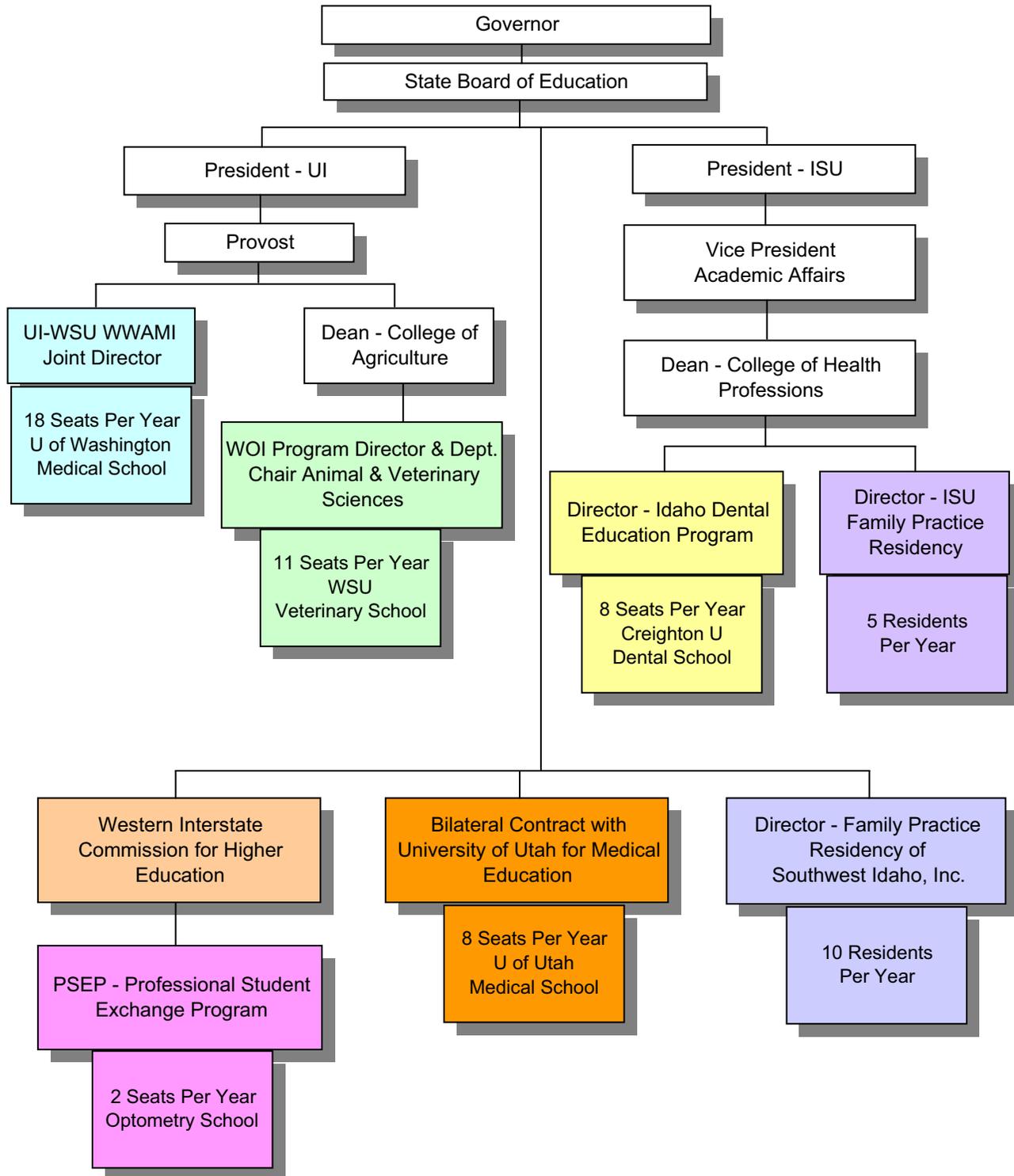
The six Health Education Programs include:

1. The WOI (Washington, Oregon, Idaho) Veterinary Education Program provides Idaho residents with access to a veterinary medical education through a cooperative agreement between the University of Idaho and Washington State University. The current WOI contract reserves 11 seats for Idaho veterinary medicine students each year. A total of 44 Idaho students can be enrolled in this 4-year program.
2. The WWAMI (Washington, Wyoming, Alaska, Montana, Idaho) Medical Education Program provides Idaho students with the opportunity to attend medical school through a cooperative agreement with the University of Washington. As of FY 2002 when two new seats were added, the WWAMI contract reserves 18 seats for Idaho medical students each year. A total of 72 Idaho students can be enrolled in this 4-year program.
3. The IDEP (Idaho Dental Education Program) provides access to dental education for Idaho students through a cooperative agreement between Idaho State University and Creighton University in Omaha, Nebraska. As of FY 2002 when one new seat was added, the IDEP contract reserves eight seats for Idaho dental students each year. A total of 32 students can be enrolled in this 4-year program.
4. The University of Utah Medical Education Program also provides medical school opportunities for Idaho students. As of FY 2002 when two new seats were added, the UofU contract reserves eight seats for Idaho medical students each year. A total of 32 Idaho students can be enrolled in this 4-year program.
5. To encourage newly graduated medical doctors to practice in Idaho, Idaho's two Family Practice Residency programs provide the final three years of formal family physician residency training. The Family Practice Residency of Southwest Idaho Program, located in Boise, typically accommodates 10 new residents each year with up to 30 residents enrolled at any one time. The Idaho State University Family Practice Residency Program in Pocatello typically accommodates five new residents each year with up to 15 in the program at any one time.
6. The WICHE (Western Interstate Commission for Higher Education) Program offers educational opportunities not available in Idaho through WICHE's Western Undergraduate Exchange and Professional Student Exchange programs. Currently, Idaho is reserved two seats per year in the PSEP optometry program. A total of eight Idaho students can be enrolled in this 4-year program.

Health Education Programs Agency Profile

Analyst: Milstead

Organization of the Health Education Programs



Health Education Programs

Analyst: Milstead

Agency Profile

Selected Performance Measures

FY 2002 Act FY 2003 Act FY 2004 Act FY 2005 Est

- 1 WOI Veterinary Education:** U of I, Washington State University (WSU), and Oregon State University (OSU) cooperate in this program of veterinary medical education established in 1974. The Doctor of Veterinary Medicine is awarded by WSU and OSU.

Graduates licensed in Idaho	100%	73%	70%	70%
No. Idaho residents in program	44	44	44	44
First year enrollees	11	11	11	11
No. of hospital referrals	915	726	586	750
No. of disease diagnostic tests	14,168	10,846	10,316	12,000

- 2 WWAMI Medical Education:** Provides the opportunity for Idahoans to receive a medical education from the University of Washington. The first year is offered at the University of Idaho. Clinical rotations in the third and fourth year may also be taken in Idaho.

Number of Idaho seats--1st yr/total	18/66	18/68	18/70	18/72
Application pool	118	103	104	110
Graduates practicing in Idaho	43%	43%	44%	45%
No. Idaho students graduating	15	15	17	18
Percent pass Med Bd. Exams.	100%	100%	100%	100%
Students in Idaho clinical track (3rd yr)	6	12	12	10
Students in Rural/Underserved Prgm.	16	19	18	20

- 3 Idaho Dental Education Program (IDEP):** The Idaho Dental Education Program provides Idaho residents the opportunity to access dental education as if Idaho had its own dental school. The program has provided this opportunity without incurring the costs of fully developing and funding an in-state dental school. Schooling is provided at Creighton University in Nebraska.

Graduates practicing in Idaho	100%	70%	70%	70%
Percent of applicant pool enrolled	10%	12%	11%	12%
Cost/student (< half natl. avg.)	\$25,528	\$27,316	\$29,228	\$32,151
Exam pass rate on first taking	100%	100%	100%	100%

- 4 WICHE and Univ. of Utah.** The Western Interstate Commission for Higher Educations offers educational opportunities through its Professional Student Exchange programs. The University of Utah provides medical school opportunities for Idaho students.

WICHE student exchange (yr/total)	2/8	2/8	2/8	2/8
UofU Idaho students (annual/total)	8/26	8/28	8/30	8/32

- 5 Family Practice Residencies:** The Residency programs (located in Boise and Pocatello) train health care providers as family practice physicians with an emphasis on rural or underserved placement.

Graduates/year	13	13	14	14
Total number of graduates	206	219	233	247
Graduates in Idaho	114	122	130	138
Graduates in rural/underserved	44	51	57	63
Board exam pass rate--first taking	100%	100%	100%	100%
Applicant pool	325	262	288	322

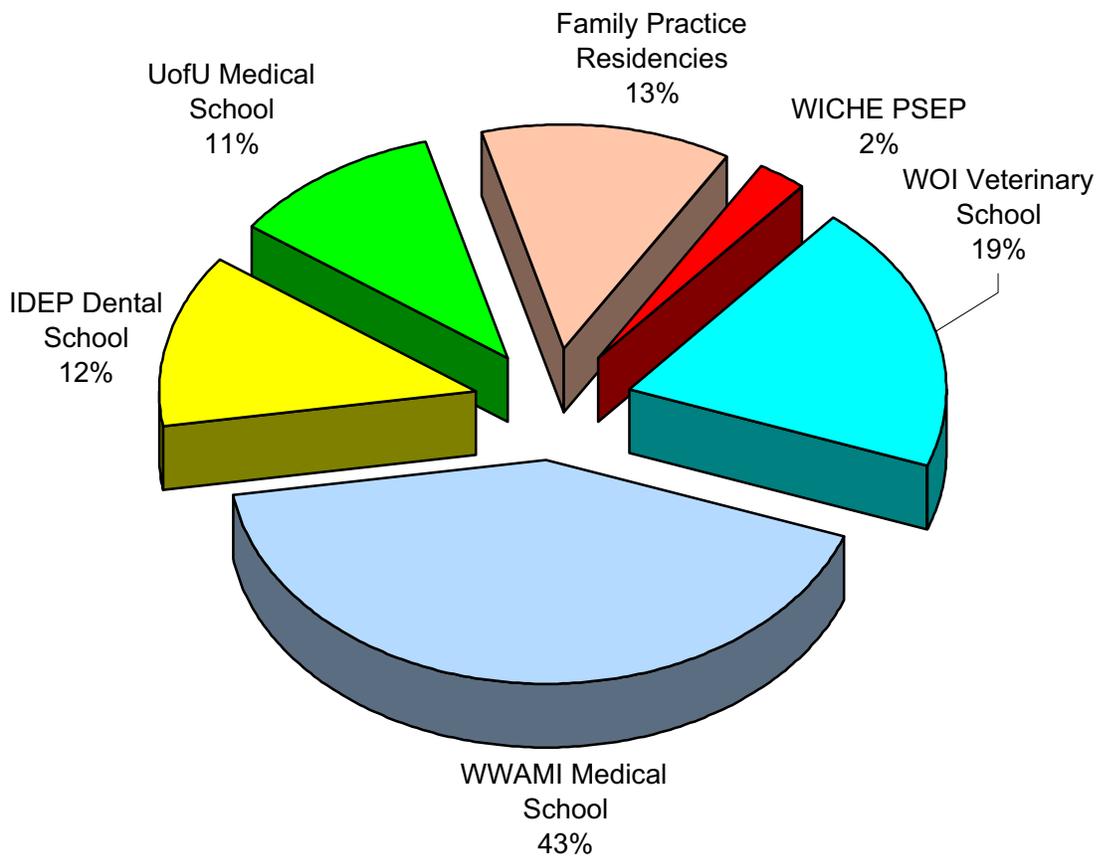
Health Education Programs Agency Profile

Analyst: Milstead

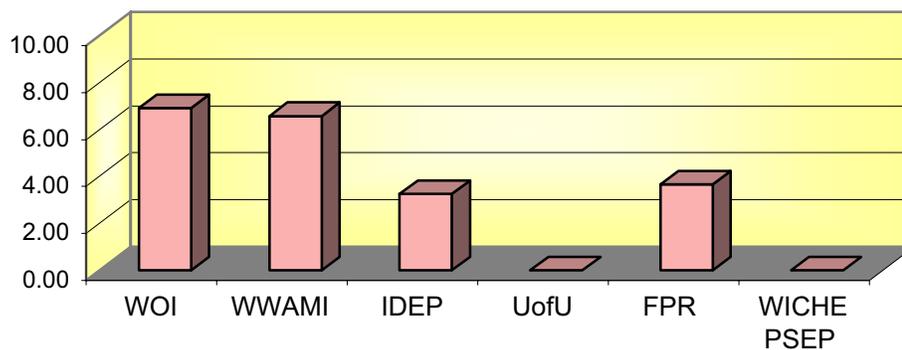
Health Education Programs FY 2005 Original Appropriation

\$8,162,700

(96% General Funds)



Full-Time Equivalent Positions



Health Education Programs

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	20.39	7,846,100	8,162,700	20.39	7,846,100	8,162,700
Reappropriations	0.00	21,900	331,800	0.00	21,900	331,800
HB 805 One-time 1% Salary Increase	0.00	16,700	17,700	0.00	16,700	17,700
Governor's Rescission	0.00	0	0	0.00	(2,300)	(3,300)
FY 2005 Total Appropriation	20.39	7,884,700	8,512,200	20.39	7,882,400	8,508,900
Non-Cognizable Funds and Transfers	0.00	0	13,800	0.00	0	13,800
FY 2005 Estimated Expenditures	20.39	7,884,700	8,526,000	20.39	7,882,400	8,522,700
Removal of One-Time Expenditures	0.00	(38,600)	(349,500)	0.00	(36,300)	(346,200)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2006 Base	20.39	7,846,100	8,176,500	20.39	7,846,100	8,176,500
Benefit Costs	0.00	18,500	19,300	0.00	14,400	15,000
Inflationary Adjustments	0.00	30,000	30,000	0.00	25,700	25,700
Nonstandard Adjustments	0.00	224,100	236,100	0.00	224,100	236,100
Change in Employee Compensation	0.00	17,100	18,100	0.00	17,100	18,100
27th Payroll	0.00	52,800	54,300	0.00	52,800	54,300
Fund Shifts	0.00	3,300	0	0.00	0	0
FY 2006 Program Maintenance	20.39	8,191,900	8,534,300	20.39	8,180,200	8,525,700
1. Family Practice Support	3.00	450,000	450,000	3.00	450,000	450,000
FY 2006 Total	23.39	8,641,900	8,984,300	23.39	8,630,200	8,975,700
Change from Original Appropriation	3.00	795,800	821,600	3.00	784,100	813,000
% Change from Original Appropriation		10.1%	10.1%		10.0%	10.0%

Health Education Programs

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	20.39	7,846,100	316,600	0	8,162,700
Reappropriations					
Reappropriation authority--otherwise known as carry over--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as on-time expenditures before calculating the FY 2006 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	21,900	309,900	0	331,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,900</i>	<i>309,900</i>	<i>0</i>	<i>331,800</i>
HB 805 One-time 1% Salary Increase					
Reflects the one-time salary increase pursuant to HB 805.					
Agency Request	0.00	16,700	1,000	0	17,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>16,700</i>	<i>1,000</i>	<i>0</i>	<i>17,700</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(2,300)</i>	<i>(1,000)</i>	<i>0</i>	<i>(3,300)</i>
FY 2005 Total Appropriation					
Agency Request	20.39	7,884,700	627,500	0	8,512,200
<i>Governor's Recommendation</i>	<i>20.39</i>	<i>7,882,400</i>	<i>626,500</i>	<i>0</i>	<i>8,508,900</i>
Non-Cognizable Funds and Transfers					
Reflects an adjustment in the University of Washington contract and first year program fee rates resulting in an additional \$8,300 in the WWAMI program. IDEP student fee and enrollment changes result in an additional \$5,500 in fees.					
Agency Request	0.00	0	13,800	0	13,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>13,800</i>	<i>0</i>	<i>13,800</i>
FY 2005 Estimated Expenditures					
Agency Request	20.39	7,884,700	641,300	0	8,526,000
<i>Governor's Recommendation</i>	<i>20.39</i>	<i>7,882,400</i>	<i>640,300</i>	<i>0</i>	<i>8,522,700</i>
Removal of One-Time Expenditures					
Reflects the removal of one-time expenditures.					
Agency Request	0.00	(38,600)	(310,900)	0	(349,500)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(36,300)</i>	<i>(309,900)</i>	<i>0</i>	<i>(346,200)</i>
Base Adjustments					
This adjustment reflects the restoration of student fee support for the University of Washington contract resulting in a shift of \$13,500 from operating expenses to trustee/benefit payments.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Base					
Agency Request	20.39	7,846,100	330,400	0	8,176,500
<i>Governor's Recommendation</i>	<i>20.39</i>	<i>7,846,100</i>	<i>330,400</i>	<i>0</i>	<i>8,176,500</i>

Health Education Programs

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	18,500	800	0	19,300
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	14,400	600	0	15,000
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% and a medical inflationary increase of 3.0% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	30,000	0	0	30,000
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	25,700	0	0	25,700
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Nonstandard Adjustments

The State of Idaho provides medical, dental and veterinary educational opportunities for Idaho residents through contracts with the University of Washington and the University of Utah medical schools, the Creighton University dental school and the Washington State University veterinary medicine school. Each year, as specified in the contracts, the amounts paid for those seats are adjusted to account for changes in student fees and inflation. These are contract recalculations, not renegotiations, and are made to reflect the cost of providing these educational opportunities. For FY 2006, these contract recalculations include the following:

WWAMI MEDICAL PROGRAM: medical educational costs are estimated to increase by an estimated 5% for fees and 3% for contract components for a total of \$19,800 of which \$7,800 is from the General Fund.

UNIVERSITY OF UTAH MEDICAL EDUCATION PROGRAM: the contract between the state of Idaho and the University of Utah School of Medicine provides medical education opportunities for Idaho residents in a four-year program. The contract states that the annual support fee per Idaho resident student shall increase by the Consumer Price Index (CPI) for the most recent complete year for which data are available. This adjustment of \$93,000 (General Fund) reflects the projected FY 2006 costs which are calculated on a 3% increase in the CPI.

IDAHO DENTAL EDUCATION PROGRAM: The increase for the IDEP dental education contract is projected at \$79,200.

WICHE PROFESSIONAL STUDENT EXCHANGE PROGRAM: Idaho's participation in this program for optometry students will cost an additional \$4,600.

WASHINGTON, OREGON, IDAHO (WOI) PROGRAM IN VETERINARY MEDICINE: For the coming year, the WOI veterinary education contract will increase by 3.0% or \$39,515. That will bring the annual cost per student to \$30,816, with a total contract cost of \$1,355,910.

Agency Request	0.00	224,100	12,000	0	236,100
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Governor's Recommendation	0.00	224,100	12,000	0	236,100
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Health Education Programs

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	17,100	1,000	0	18,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	17,100	1,000	0	18,100

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	52,800	1,500	0	54,300
Governor's Recommendation	0.00	52,800	1,500	0	54,300

Fund Shifts

IDEP Dental Education

This fund shift would move maintenance increases in IDEP's student fee fund to the General Fund.

Agency Request	0.00	3,300	(3,300)	0	0
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2006 Program Maintenance					
Agency Request	20.39	8,191,900	342,400	0	8,534,300
Governor's Recommendation	20.39	8,180,200	345,500	0	8,525,700

1. Family Practice Support

Family Practice Residencies

The two Family Practice Residency programs request \$450,000 and 3.0 FTP. The request is apportioned in the following manner: 3.0 FTP and \$150,000 in personnel costs for the ISU residency program in Pocatello and \$300,000 in trustee/benefit payment for the Boise program. The State Board notes that these two programs, established to increase the number of family practitioners (primarily in rural Idaho), have experienced declining reimbursement for medical services. The programs are funded from not only state appropriations, but from grants, local hospitals, Medicare and patient revenue. While the programs have become leading service providers to the underserved populations of Boise and Pocatello, the cost of providing these services has increased. Both programs wish to maintain the level of service they provide to the needy in Boise and Pocatello but have difficulty doing so under current financial pressures. Both programs will continue their mission to recruit and train family physicians who are needed both in Idaho's rural and urban growth areas. The State Board has recommended that the state fund 20% of the combined costs of these programs. Current state support is approximately 9% of costs. This request reflects an additional \$10,000 in state allocation per resident in training for the next academic year. There will be 30 residents in training through the Boise program and 15 residents in training through the Pocatello program.

Agency Request	3.00	450,000	0	0	450,000
Governor's Recommendation	3.00	450,000	0	0	450,000

FY 2006 Total					
Agency Request	23.39	8,641,900	342,400	0	8,984,300
Governor's Recommendation	23.39	8,630,200	345,500	0	8,975,700

Agency Request

Change from Original App	3.00	795,800	25,800	0	821,600
% Change from Original App	14.7%	10.1%	8.1%		10.1%

Governor's Recommendation

Change from Original App	3.00	784,100	28,900	0	813,000
% Change from Original App	14.7%	10.0%	9.1%		10.0%

Idaho State Historical Society

Analyst: Hancock

Historical Summary

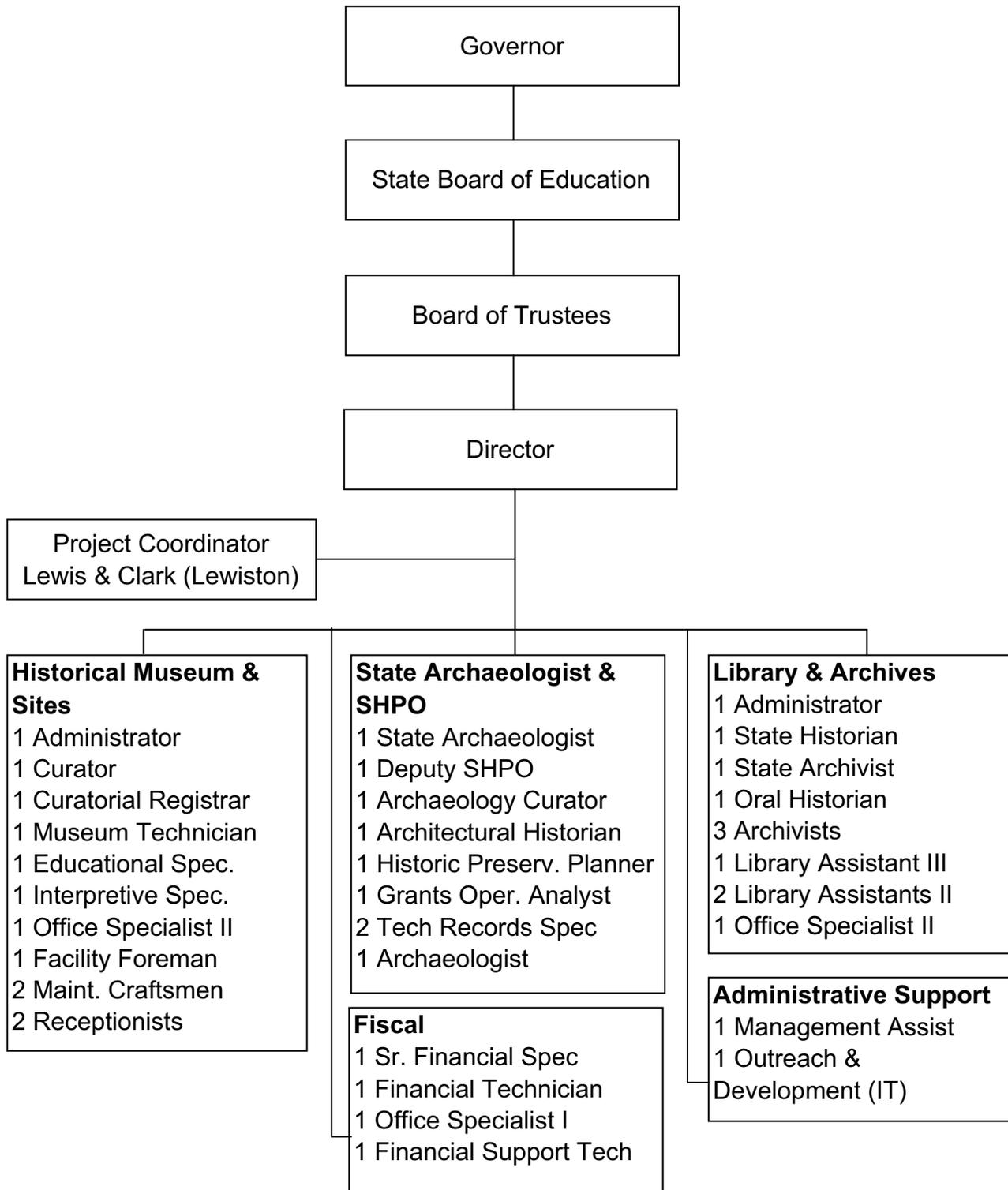
OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Hist. Preservation and Education	3,293,200	2,619,600	3,247,900	4,496,300	4,168,300
Hist. Site Maint. and Interp.	488,100	310,500	498,400	552,500	523,600
Total:	3,781,300	2,930,100	3,746,300	5,048,800	4,691,900
BY FUND CATEGORY					
General	1,923,700	1,923,700	1,961,600	3,162,100	2,819,100
Dedicated	793,900	290,900	777,300	825,600	818,400
Federal	1,063,700	715,500	1,007,400	1,061,100	1,054,400
Total:	3,781,300	2,930,100	3,746,300	5,048,800	4,691,900
Percent Change:		(22.5%)	27.9%	34.8%	25.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,584,300	2,049,700	2,527,100	2,689,100	2,677,200
Operating Expenditures	1,071,300	705,300	1,068,500	1,393,700	1,339,000
Capital Outlay	0	17,400	0	788,300	500,000
Trustee/Benefit	125,700	157,700	150,700	177,700	175,700
Total:	3,781,300	2,930,100	3,746,300	5,048,800	4,691,900
Full-Time Positions (FTP)	48.36	48.36	48.36	46.36	46.36

Division Description

The Idaho State Historical Society was established by statute in 1907. It is ultimately responsible to the State Board of Education, although its operations are directed by a seven-member Board of Trustees who are appointed by the State Board of Education. The agency is broken into two programs for budgeting purposes:

- 1.) The Historic Preservation and Education Program's mission is to identify and preserve significant buildings, sites, objects, photographs, and library resources for the education and benefit of this and future generations. It also provides technical services, federal grant review clearances, and other assistance to local governments, historical societies, and private citizens.
- 2.) The Historic Site Maintenance and Preservation Program preserves and maintains the 59 properties of significant historic value which are owned by the people of Idaho, and provides historic interpretation of those sites and structures. Its major activity is the maintenance and restoration of the Old State Penitentiary in Boise.

**Idaho State Historical Society
Organizational Chart**



Historical Society

Agency Profile

Analyst: Hancock

Selected Measures

	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
Administration				
1. Number of Society memberships	867	566	700	800
Historical & Genealogical Libraries/Archives				
1. Cubic feet of State Archives material added	2,876	3,777	2,500	2,000
2. Patrons served	9,510	10,697	10,000	9,000
3. Oral History interviews and related materials created and processed	551	424	70	80
Historical Museum				
1. Number of visitors to State Museum	201,000	190,000	190,000	200,000
2. Sites visited by traveling exhibits	42	60	120	120
3. Number of school & public performances	550	625	625	630
4. Number of Junior Historian Clubs formed and serviced in Idaho schools	140	120	120	130
Historic Preservation				
1. Review environmental impact clearances for adverse impact on cultural/historical resources, as required by law	982	1,100	1,200	1,300
2. Sites nominated to National Register of Historic Places	10	20	20	20

Sources of Funds

	FY04 Expend.	% of Expend.	FY05 Approp.	FY06 Request
1. General Fund	\$1,923,687	65.7%	\$1,961,600	\$3,163,500
2. Miscellaneous Revenue Fund	\$290,903	9.9%	\$777,300	\$825,600
The State Historical Society Foundation Fund consists of Lewis & Clark commemorative license plate revenues, moneys donated by private individuals and groups, fees for membership in the Historical Society, proceeds from the sale of Society publications and other items, moneys from subscriptions to the Society's quarterly magazine and the invested income from the sale of centennial medals. Penitentiary and State Museum admission fees (67-4129A, Idaho Code) and interagency billings are also included.				
3. Federal Grant Fund	\$715,540	24.4%	\$1,007,400	\$1,061,100
The fund receives moneys from a federal grant authorized by the National Historic Preservation Act of 1966 (Public Law 89-665; 16 U.S.C. 470). The grant is administered by the National Park Service, U.S. Department of the Interior. The state matching share is 40% for sites inventory and 60% for other preservation activities. Additional federal funding comes from the National Endowment for the Arts and the National Endowment for the Humanities. Funding from other federal agencies for historic preservation has come from the Bureau of Land Management, Bureau of Reclamation, and the Corps of Engineers.				
TOTAL	\$2,930,130	100.0%	\$3,746,300	\$5,050,200

Idaho State Historical Society

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	48.36	1,961,600	3,746,300	48.36	1,961,600	3,746,300
HB 805 One-time 1% Salary Increase	0.00	12,200	23,000	0.00	12,200	23,000
Governor's Rescission	0.00	0	0	0.00	(6,200)	(11,500)
FY 2005 Total Appropriation	48.36	1,973,800	3,769,300	48.36	1,967,600	3,757,800
Non-Cognizable Funds and Transfers	(2.00)	0	0	(2.00)	0	0
FY 2005 Estimated Expenditures	46.36	1,973,800	3,769,300	46.36	1,967,600	3,757,800
Removal of One-Time Expenditures	0.00	(12,200)	(23,000)	0.00	(11,400)	(16,900)
Base Adjustments	0.00	0	0	0.00	5,400	5,400
FY 2006 Base	46.36	1,961,600	3,746,300	46.36	1,961,600	3,746,300
Benefit Costs	0.00	32,200	52,700	0.00	25,000	40,800
Inflationary Adjustments	0.00	6,600	15,800	0.00	0	0
Replacement Items	0.00	263,800	263,800	0.00	5,000	5,000
Nonstandard Adjustments	0.00	18,900	18,900	0.00	13,400	13,400
Change in Employee Compensation	0.00	13,000	22,400	0.00	13,000	22,400
27th Payroll	0.00	49,000	86,900	0.00	49,000	86,900
FY 2006 Program Maintenance	46.36	2,345,100	4,206,800	46.36	2,067,000	3,914,800
1. Lewis & Clark Bicentennial	0.00	0	25,000	0.00	0	25,000
Idaho History Center Occupancy	0.00	817,000	817,000	0.00	752,100	752,100
FY 2006 Total	46.36	3,162,100	5,048,800	46.36	2,819,100	4,691,900
Change from Original Appropriation	(2.00)	1,200,500	1,302,500	(2.00)	857,500	945,600
% Change from Original Appropriation		61.2%	34.8%		43.7%	25.2%

Idaho State Historical Society

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	48.36	1,961,600	777,300	1,007,400	3,746,300
HB 805 One-time 1% Salary Increase					
Reflects surplus eliminator funding for one-time 1% salary increases.					
Agency Request	0.00	12,200	3,200	7,600	23,000
<i>Governor's Recommendation</i>	0.00	12,200	3,200	7,600	23,000
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	0.00	(6,200)	(2,200)	(3,100)	(11,500)
FY 2005 Total Appropriation					
Agency Request	48.36	1,973,800	780,500	1,015,000	3,769,300
<i>Governor's Recommendation</i>	48.36	1,967,600	778,300	1,011,900	3,757,800
Non-Cognizable Funds and Transfers					
Eliminates two positions associated with an expired federal grant.					
Agency Request	(2.00)	0	0	0	0
<i>Governor's Recommendation</i>	(2.00)	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	46.36	1,973,800	780,500	1,015,000	3,769,300
<i>Governor's Recommendation</i>	46.36	1,967,600	778,300	1,011,900	3,757,800
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(12,200)	(3,200)	(7,600)	(23,000)
<i>Governor's Recommendation</i>	0.00	(11,400)	(1,000)	(4,500)	(16,900)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	0.00	5,400	0	0	5,400
FY 2006 Base					
Agency Request	46.36	1,961,600	777,300	1,007,400	3,746,300
<i>Governor's Recommendation</i>	46.36	1,961,600	777,300	1,007,400	3,746,300
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	32,200	3,400	17,100	52,700
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	0.00	25,000	2,600	13,200	40,800

Idaho State Historical Society

Analyst: Hancock

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	6,600	6,400	2,800	15,800
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

Replacement Items include \$40,400 for software upgrades, \$80,000 for library materials, \$600 for four chairs, \$1,000 for an overhead projector, \$50,000 for two vans, \$15,000 for six computers, \$3,000 for two laser printers, \$500 for a scanner, \$25,000 for two copiers, \$600 for three desk jet printers, \$2,500 for a computer projector, \$4,000 for two laptop computers, \$8,200 for twelve storage cabinets, \$6,000 for four microfilm readers, \$2,000 for a fax machine, \$2,000 for a riding lawn mower, and \$23,000 for a pickup truck.

Agency Request	0.00	263,800	0	0	263,800
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The Governor recommends funding for software.

Governor's Recommendation	0.00	5,000	0	0	5,000
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Nonstandard Adjustments

Nonstandard Adjustments include a \$4,000 increase in building services space charges, a \$2,400 increase in risk management fees, a \$500 decrease in State Controller fees, a \$700 decrease in State Treasurer fees, and a \$13,700 increase in e-mail, internet, and virus protection software fees.

Agency Request	0.00	18,900	0	0	18,900
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Governor's Recommendation	0.00	13,400	0	0	13,400
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	13,000	2,400	7,000	22,400
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	13,000	2,400	7,000	22,400
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	49,000	11,100	26,800	86,900
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Governor's Recommendation	0.00	49,000	11,100	26,800	86,900
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FY 2006 Program Maintenance					
Agency Request	46.36	2,345,100	800,600	1,061,100	4,206,800
Governor's Recommendation	46.36	2,067,000	793,400	1,054,400	3,914,800

1. Lewis & Clark Bicentennial

This enhancement would provide \$25,000 in ongoing dedicated Lewis & Clark license plate revenue for the Lewis & Clark Commemoration Project. This project commemorates the 200th anniversary of the Corps of Discovery (1803-1806), led by Meriwether Lewis and William Clark, which explored the territory of the Louisiana Purchase, traveling through Idaho and eventually reaching the Pacific Ocean at the mouth of the Columbia River. These funds are being requested by the Governor's Lewis & Clark Trail Committee, under the aegis of the Historical Society, which acts as the lead state agency for the project. Money provided by this enhancement would help fund the operations of the Lewis & Clark Information Center in Lewiston, and would provide matching funds for various Lewis & Clark related projects. The Historical Society's base budget currently contains \$91,700 in ongoing General Fund support for this project, and \$25,000 in ongoing dedicated funds.

Agency Request	0.00	0	25,000	0	25,000
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Governor's Recommendation	0.00	0	25,000	0	25,000
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Idaho State Historical Society

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Idaho History Center Occupancy

This request reflects the occupancy costs associated with the Historical Society moving out of the Owyhee Plaza and State Library buildings, and into the expanded facility at the Idaho History Center, near the Old State Penitentiary. Ongoing costs include \$201,200 in net rent increases. One-time costs include \$31,200 in moving costs, \$564,900 for costs associated with furnishing and equipping the new office space, and \$19,700 for software.

Agency Request	0.00	817,000	0	0	817,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>752,100</i>	<i>0</i>	<i>0</i>	<i>752,100</i>

FY 2006 Total					
Agency Request	46.36	3,162,100	825,600	1,061,100	5,048,800
<i>Governor's Recommendation</i>	<i>46.36</i>	<i>2,819,100</i>	<i>818,400</i>	<i>1,054,400</i>	<i>4,691,900</i>

Agency Request

Change from Original App	(2.00)	1,200,500	48,300	53,700	1,302,500
% Change from Original App	(4.1%)	61.2%	6.2%	5.3%	34.8%

Governor's Recommendation

<i>Change from Original App</i>	<i>(2.00)</i>	<i>857,500</i>	<i>41,100</i>	<i>47,000</i>	<i>945,600</i>
<i>% Change from Original App</i>	<i>(4.1%)</i>	<i>43.7%</i>	<i>5.3%</i>	<i>4.7%</i>	<i>25.2%</i>

Idaho State Library

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	2,418,600	2,418,600	2,537,100	2,828,700	2,786,100
Dedicated	80,300	346,100	75,300	75,300	75,300
Federal	1,077,000	975,300	1,360,100	1,499,400	1,484,800
Total:	3,575,900	3,740,000	3,972,500	4,403,400	4,346,200
Percent Change:		4.6%	6.2%	10.8%	9.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,938,800	1,858,100	2,017,800	2,138,000	2,130,100
Operating Expenditures	965,400	1,419,700	1,217,000	1,463,800	1,454,100
Capital Outlay	50,000	92,700	116,000	172,200	140,300
Trustee/Benefit	621,700	369,500	621,700	629,400	621,700
Total:	3,575,900	3,740,000	3,972,500	4,403,400	4,346,200
Full-Time Positions (FTP)	41.00	41.00	41.00	41.00	41.00

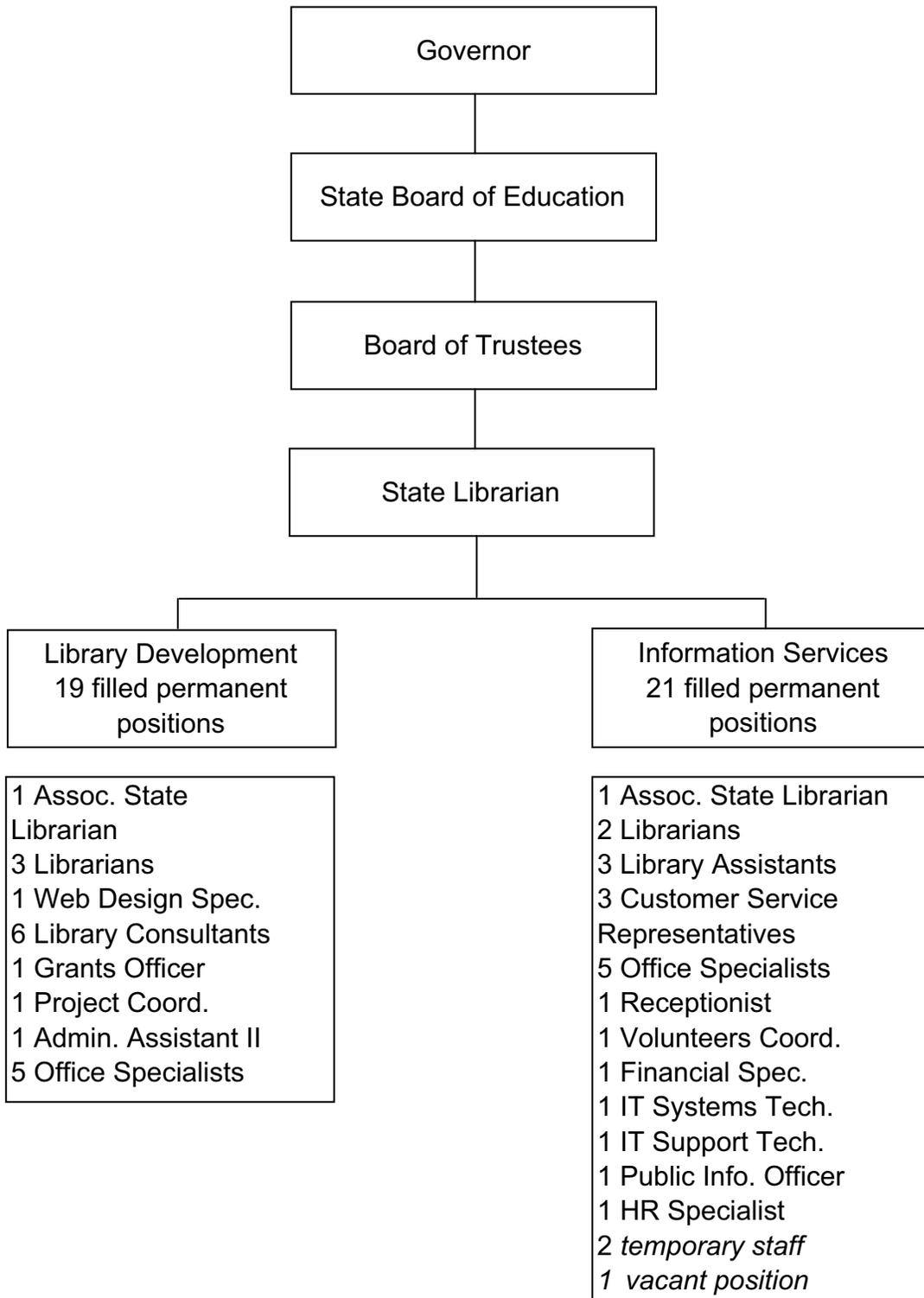
Division Description

The Idaho State Library assists libraries to build the capacity to better serve their clientele. To fulfill this mission, the agency strives to achieve the following results:

1. Every person in the State has local access to library service.
2. The State Library works in partnership with the local community to promote and deliver library services to people with special needs.
3. The State Library increases the visibility of libraries as community and statewide resources.
4. The State Library provides consulting services and education to library staff, governing boards and other interested parties to support good library practices.

The State Library also serves as the repository of state agency publications.

**State Library
Organizational Chart**



State Library Agency Profile

Analyst: Hancock

Selected Measures

	FY02 Actual	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
1. Percentage of Idahoans without tax-supported public library services	13.7%	13.4%	13.1%	12.8%	12.5%
2. Total attendance at Idaho public libraries	6,122,643	6,428,775	6,621,638	6,820,288	7,024,896
3. Number of articles viewed through use of LiLI databases	1,184,877	1,219,689	1,244,092	1,268,974	1,294,353
4. Number of items loaned by public and academic libraries in Idaho through interlibrary loans	66,693	67,360	68,034	68,714	69,401
5. Percent of Talking Book referrals coming from libraries	NA	10%	15%	20%	25%
6. Number of participants in State Library training programs provided for public library personnel & boards	833	2,001	1,000	1,000	1,000

Sources of Funds

	FY04 Expend.	Percent of Expend.	FY05 Est. Exp.	FY06 Request
1. General Fund	\$2,418,591	64.7%	\$2,552,200	\$2,828,700
2. Library Services Improvement Fund	\$317,375	8.5%	\$562,200	\$0
The Library Services Improvement Fund shall have paid into it such appropriations as may be provided or other moneys and donations described in §33-2503, Idaho Code. This includes Technology monies transferred from the Public Schools budget, in support of the Libraries Linking Idaho (LiLI) program. This fund also retains its own interest.				
3. Miscellaneous Revenue Fund	\$28,698	0.8%	\$75,300	\$75,300
Reimbursement for lost or damaged library materials, patron donations, sale of educational and printed matter. Funds received may be matched with federal grants. Private grant and foundation funds are also deposited here.				
4. Federal Grant Fund	\$975,241	26.1%	\$1,654,400	\$1,499,400
Receives formula grant moneys as authorized by Museum & Library Services Act (20 U.S.C. 961 et seq.) Subtitle B of Title II "Library Services & Technology Act (LSTA)." The grant is administered by the Institute of Museums & Library Services. Also includes funds from the Natural Endowment for the Humanities - General Programs (NEH)				
TOTAL	\$3,739,905	100.0%	\$4,844,100	\$4,403,400

Idaho State Library

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	41.00	2,537,100	3,972,500	41.00	2,537,100	3,972,500
HB 805 One-time 1% Salary Increase	0.00	15,100	17,100	0.00	15,100	17,100
Governor's Rescission	0.00	0	0	0.00	(7,400)	(7,900)
FY 2005 Total Appropriation	41.00	2,552,200	3,989,600	41.00	2,544,800	3,981,700
Non-Cognizable Funds and Transfers	0.00	0	292,300	0.00	0	292,300
Expenditure Adjustments	0.00	0	562,200	0.00	0	562,200
FY 2005 Estimated Expenditures	41.00	2,552,200	4,844,100	41.00	2,544,800	4,836,200
Removal of One-Time Expenditures	0.00	(55,100)	(937,600)	0.00	(53,700)	(935,700)
Base Adjustments	0.00	0	0	0.00	6,000	6,000
FY 2006 Base	41.00	2,497,100	3,906,500	41.00	2,497,100	3,906,500
Benefit Costs	0.00	32,500	35,300	0.00	25,200	27,400
Inflationary Adjustments	0.00	3,400	17,400	0.00	0	0
Replacement Items	0.00	122,200	122,200	0.00	90,300	90,300
Nonstandard Adjustments	0.00	37,800	176,100	0.00	37,800	176,100
Change in Employee Compensation	0.00	15,400	17,500	0.00	15,400	17,500
27th Payroll	0.00	59,300	67,400	0.00	59,300	67,400
FY 2006 Program Maintenance	41.00	2,767,700	4,342,400	41.00	2,725,100	4,285,200
1. Office Space Occupancy	0.00	61,000	61,000	0.00	61,000	61,000
FY 2006 Total	41.00	2,828,700	4,403,400	41.00	2,786,100	4,346,200
Change from Original Appropriation	0.00	291,600	430,900	0.00	249,000	373,700
% Change from Original Appropriation		11.5%	10.8%		9.8%	9.4%

Idaho State Library

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	41.00	2,537,100	75,300	1,360,100	3,972,500
HB 805 One-time 1% Salary Increase					
Reflects surplus eliminator funding for one-time 1% salary increases.					
Agency Request	0.00	15,100	0	2,000	17,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,100</i>	<i>0</i>	<i>2,000</i>	<i>17,100</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(7,400)</i>	<i>0</i>	<i>(500)</i>	<i>(7,900)</i>
FY 2005 Total Appropriation					
Agency Request	41.00	2,552,200	75,300	1,362,100	3,989,600
<i>Governor's Recommendation</i>	<i>41.00</i>	<i>2,544,800</i>	<i>75,300</i>	<i>1,361,600</i>	<i>3,981,700</i>
Non-Cognizable Funds and Transfers					
Reflects the addition of noncognizable federal grant funds.					
Agency Request	0.00	0	0	292,300	292,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>292,300</i>	<i>292,300</i>
Expenditure Adjustments					
Adds the standard transfer of \$300,000 from the Public Schools technology budget for the Libraries Linking Idaho (LiLI) program. Also adds \$262,200 in Gates Foundation grants for library internet connectivity in Idaho.					
Agency Request	0.00	0	562,200	0	562,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>562,200</i>	<i>0</i>	<i>562,200</i>
FY 2005 Estimated Expenditures					
Agency Request	41.00	2,552,200	637,500	1,654,400	4,844,100
<i>Governor's Recommendation</i>	<i>41.00</i>	<i>2,544,800</i>	<i>637,500</i>	<i>1,653,900</i>	<i>4,836,200</i>
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(55,100)	(562,200)	(320,300)	(937,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(53,700)</i>	<i>(562,200)</i>	<i>(319,800)</i>	<i>(935,700)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,000</i>	<i>0</i>	<i>0</i>	<i>6,000</i>
FY 2006 Base					
Agency Request	41.00	2,497,100	75,300	1,334,100	3,906,500
<i>Governor's Recommendation</i>	<i>41.00</i>	<i>2,497,100</i>	<i>75,300</i>	<i>1,334,100</i>	<i>3,906,500</i>

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	32,500	0	2,800	35,300
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	25,200	0	2,200	27,400
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	3,400	0	14,000	17,400
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Replacement Items include requests for \$40,000 in ongoing funding for library materials and \$3,500 in ongoing funding for a copier lease. Requested one-time funding items include \$18,000 for 45 computer monitors, \$16,000 for two computer servers, \$20,000 for eight laptop computers, \$2,000 for two backup batteries, \$600 for a network switch, \$1,600 for a laser printer, and \$2,000 for nine barcode scanners.					
Agency Request	0.00	122,200	0	0	122,200
<i>The Governor recommends all requested ongoing funding, and partial funding for one-time items.</i>					
Governor's Recommendation	0.00	90,300	0	0	90,300
Nonstandard Adjustments					
Nonstandard Adjustments include a \$500 increase in Attorney General fees, an \$11,100 increase in building services space charges, a \$300 increase in risk management fees, a \$400 increase in State Controller fees, a \$138,300 increase in available federal grant funds, and \$25,500 for a 4.9% increase in the cost of the Libraries Linking Idaho (LiLI) contract.					
Agency Request	0.00	37,800	0	138,300	176,100
Governor's Recommendation	0.00	37,800	0	138,300	176,100
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	15,400	0	2,100	17,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	15,400	0	2,100	17,500
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	59,300	0	8,100	67,400
Governor's Recommendation	0.00	59,300	0	8,100	67,400
FY 2006 Program Maintenance					
Agency Request	41.00	2,767,700	75,300	1,499,400	4,342,400
Governor's Recommendation	41.00	2,725,100	75,300	1,484,800	4,285,200

Idaho State Library

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Office Space Occupancy

This enhancement would provide ongoing funding for the additional space charges associated with the State Library taking over 8,200 square feet in the State Library building that is currently occupied by the State Historical Society, which plans to vacate the space by October 2005, in favor of new space that has been constructed at the Idaho History Center, near the Old State Penitentiary. The State Library plans to vacate and sell a 10,000 square foot storage building that it owns adjacent to the Idaho Transportation Department (ITD), off of State Street in Boise. While this building is owned by the State Library, the land underneath it is owned by ITD. The State Library is currently exploring the possible sale of this building to ITD.

Agency Request	0.00	61,000	0	0	61,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>61,000</i>	<i>0</i>	<i>0</i>	<i>61,000</i>

FY 2006 Total					
Agency Request	41.00	2,828,700	75,300	1,499,400	4,403,400
<i>Governor's Recommendation</i>	<i>41.00</i>	<i>2,786,100</i>	<i>75,300</i>	<i>1,484,800</i>	<i>4,346,200</i>

Agency Request

Change from Original App	0.00	291,600	0	139,300	430,900
% Change from Original App	0.0%	11.5%	0.0%	10.2%	10.8%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>249,000</i>	<i>0</i>	<i>124,700</i>	<i>373,700</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>9.8%</i>	<i>0.0%</i>	<i>9.2%</i>	<i>9.4%</i>

Division of Professional-Technical Education

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
State Leadership/Tech. Assist.	2,177,800	2,072,200	2,168,400	2,331,600	2,258,900
General Programs	15,579,100	15,354,400	15,724,100	16,363,900	15,935,000
Postsecondary Programs	32,381,600	32,381,600	33,474,500	39,208,100	35,777,600
Underprepared Adult/Displ. Home	2,521,300	2,453,400	2,453,400	2,461,300	2,458,200
Career Information System	0	0	0	0	704,300
Total:	52,659,800	52,261,600	53,820,400	60,364,900	57,134,000
BY FUND CATEGORY					
General	44,233,200	44,144,900	45,691,600	52,164,700	48,458,900
Dedicated	577,500	577,500	610,700	672,900	1,026,000
Federal	7,849,100	7,539,200	7,518,100	7,527,300	7,649,100
Total:	52,659,800	52,261,600	53,820,400	60,364,900	57,134,000
Percent Change:		(0.8%)	3.0%	12.2%	6.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,306,400	2,056,200	2,270,100	2,408,300	2,921,200
Operating Expenditures	339,500	316,900	328,800	325,400	484,600
Capital Outlay	0	108,200	0	56,200	0
Trustee/Benefit	17,632,300	17,398,700	17,747,000	18,366,900	17,950,600
Lump Sum	32,381,600	32,381,600	33,474,500	39,208,100	35,777,600
Total:	52,659,800	52,261,600	53,820,400	60,364,900	57,134,000
Full-Time Positions (FTP)	520.69	520.69	524.90	581.93	540.81

Division Description

The Division of Professional-Technical Education consists of four programs.

The State Leadership & Technical Assistance Program includes central staff to provide leadership, administrative and technical assistance to a statewide educational system that provides high quality, well-coordinated professional-technical programs at the state's high schools and technical colleges. This system prepares Idaho's youth and adults who do not desire a baccalaureate degree to perform successfully in a globally competitive workplace.

General Programs provide high school students with quality professional-technical programs and adults with workforce training that are realistic in terms of Idaho employment opportunities and consistent with students' interests, aptitudes and abilities.

Postsecondary Programs provide college students with opportunities to obtain the two year degrees and shorter term certifications needed for employment in skilled and technical occupations that require less than a baccalaureate degree. It also provides persons already in the workforce with the skills necessary to maintain and/or advance in their chosen occupation. This education is provided through the State's six postsecondary institutions that include a professional-technical college: North Idaho College, Lewis-Clark State College, Boise State University, College of Southern Idaho, Idaho State University; and the stand alone Eastern Idaho Technical College.

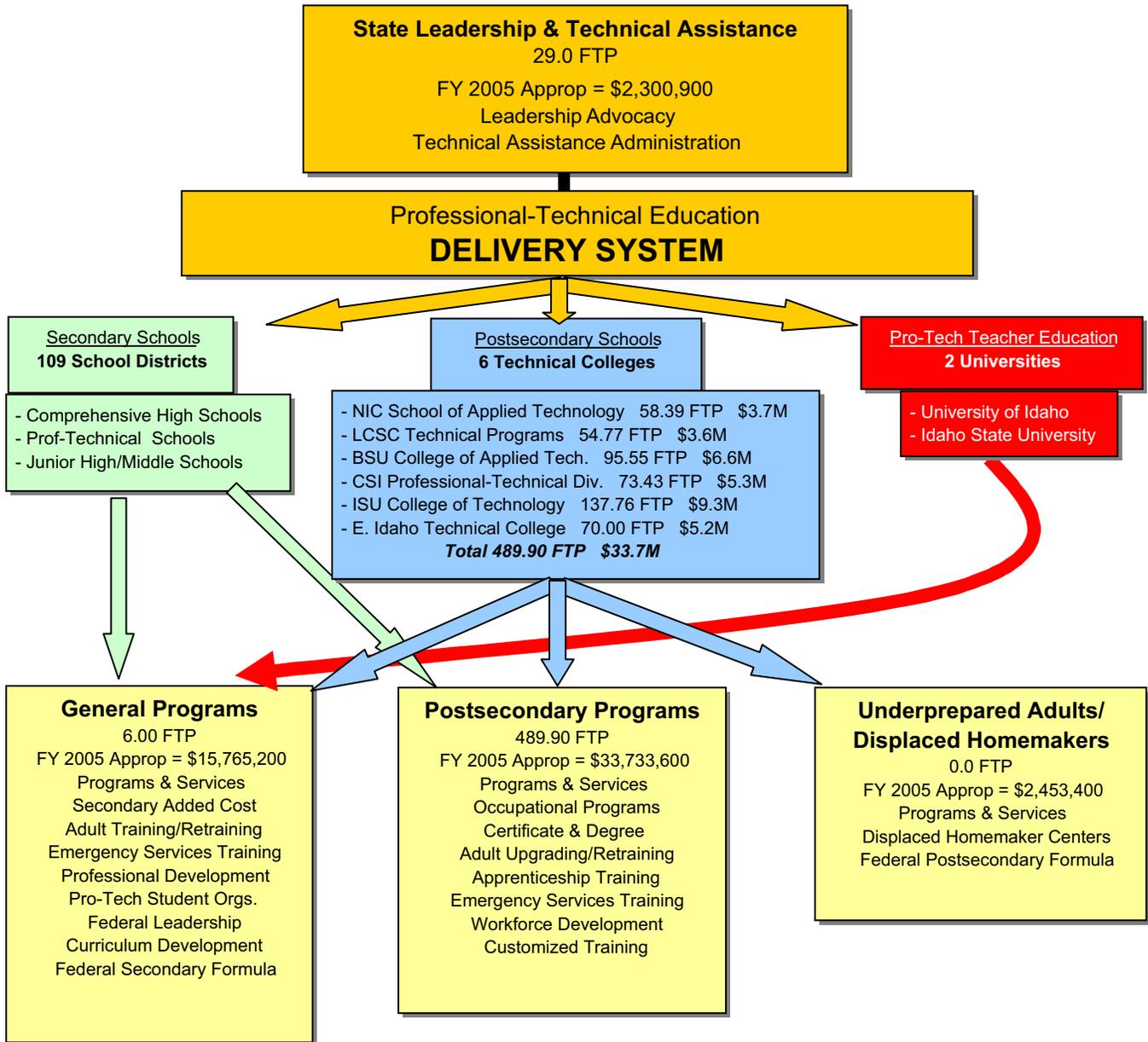
The Underprepared Adults / Displaced Homemakers Program provides underprepared adults, including displaced homemakers and single parents, with the skills necessary to be successful in the workplace. This includes funding for the Centers for New Directions (displaced homemaker centers) at each of the six technical colleges.

The 1999 Idaho Legislature changed the name of the Division of Vocational Education to the Division of Professional-Technical Education.

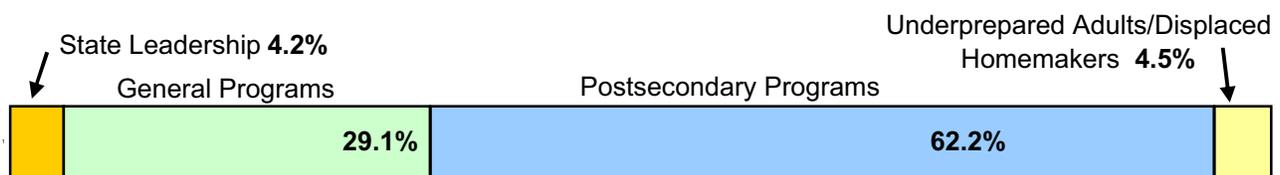
Division of Professional-Technical Education Agency Profile

Analyst: Hancock

Program Functions



Percent of FY 2005 Total Appropriation by Program, \$54.3 million total



Division of Professional-Technical Education

Agency Profile

Analyst: Hancock

Selected Measures

	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
Secondary				
1. Number of secondary programs	736	760	789	775
2. Secondary student enrollment (counts students twice if enrolled in more than one program)	76,758	77,996	78,776	79,564
3. Percentage of secondary students attaining occupational competency	89.4%	90.0%	90.5%	90.9%
4. Enrollment in secondary professional-technical schools	3,835	4,282	4,710	5,181
5. Percentage of professional-technical school graduates attaining occupational competency	84.6%	86.0%	90.0%	90.0%
Post-Secondary				
1. Number of post-secondary programs	150	150	148	150
2. Number of full-time equivalent post-secondary students	4,458	4,639	4,610	4,620
3. Percentage of completers who obtained training-related employment	60.0%	62.2%	75.0%	75.0%
Underprepared Adults/Displaced Homemakers				
1. Number of participants served by Centers for New Directions	1,831	1,429	1,500	1,500
2. Number of displaced homemakers served by Centers for New Directions	800	665	700	700
3. Number of displaced homemakers entering labor market	460	360	400	400

Sources of Funds

	FY04 Expend.	% of Expend.	FY05 Approp.	FY06 Request
1. General Fund	\$44,144,861	84.0%	\$45,691,600	\$52,164,700
2. Displaced Homemaker Fund	\$170,000	0.3%	\$170,000	\$170,000
3. Hazard. Materials/Waste Enforcement	\$67,800	0.1%	\$68,800	\$68,800
4. Unrestricted Current Fund (EITC)	\$339,700	0.6%	\$371,900	\$434,100
5. Federal Grant Fund	\$7,823,355	14.9%	\$7,518,100	\$7,527,300
TOTAL	\$52,545,716	100.0%	\$53,820,400	\$60,364,900

Division of Professional-Technical Education

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	524.90	45,691,600	53,820,400	524.90	45,691,600	53,820,400
Reappropriations	0.00	88,300	157,500	0.00	88,300	157,500
HB 805 One-time 1% Salary Increase	0.00	275,200	275,200	0.00	275,200	275,200
Governor's Rescission	0.00	0	0	0.00	(21,700)	(21,700)
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	524.90	46,055,100	54,253,100	524.90	46,033,400	54,231,400
Non-Cognizable Funds and Transfers	(0.53)	0	0	7.47	0	855,100
FY 2005 Estimated Expenditures	524.37	46,055,100	54,253,100	532.37	46,033,400	55,086,500
Removal of One-Time Expenditures	0.00	(363,500)	(432,700)	0.00	(355,100)	(606,700)
Base Adjustments	0.00	0	71,400	0.00	13,300	(113,100)
FY 2006 Base	524.37	45,691,600	53,891,800	532.37	45,691,600	54,366,700
Benefit Costs	0.00	504,800	504,800	0.00	393,900	396,400
Inflationary Adjustments	0.00	184,100	184,100	0.00	0	0
Replacement Items	0.00	518,800	518,800	0.00	103,300	103,300
Nonstandard Adjustments	8.44	896,400	896,400	8.44	896,400	896,400
Change in Employee Compensation	0.00	283,800	283,800	0.00	285,400	288,200
27th Payroll	0.00	1,061,400	1,061,400	0.00	1,067,300	1,078,000
Fund Shifts	0.00	0	0	0.00	16,000	0
FY 2006 Program Maintenance	532.81	49,140,900	57,341,100	540.81	48,453,900	57,129,000
1. Career Information System	0.00	81,800	81,800	0.00	0	0
2. Back-Funding for Capacity Building	49.12	2,942,000	2,942,000	0.00	0	0
3. Director Transition Costs	0.00	0	0	0.00	5,000	5,000
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	581.93	52,164,700	60,364,900	540.81	48,458,900	57,134,000
Change from Original Appropriation	57.03	6,473,100	6,544,500	15.91	2,767,300	3,313,600
% Change from Original Appropriation		14.2%	12.2%		6.1%	6.2%

Division of Professional-Technical Education

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	524.90	45,691,600	610,700	7,518,100	53,820,400

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	88,300	0	69,200	157,500
Governor's Recommendation	0.00	88,300	0	69,200	157,500

HB 805 One-time 1% Salary Increase

Reflects surplus eliminator funding for one-time 1% salary increases.

Agency Request	0.00	275,200	0	0	275,200
Governor's Recommendation	0.00	275,200	0	0	275,200

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

Governor's Recommendation	0.00	(21,700)	0	0	(21,700)
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Other Approp Adjustments

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2005 Total Appropriation					
Agency Request	524.90	46,055,100	610,700	7,587,300	54,253,100
Governor's Recommendation	524.90	46,033,400	610,700	7,587,300	54,231,400

Non-Cognizable Funds and Transfers

Transfers federal funds from personnel costs and operating expenditures to trustee/benefit payments, allocates lump sum appropriations by standard class, and reflects a partial position reduction.

Agency Request	(0.53)	0	0	0	0
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Provides spending authority for federal National Fire Academy and Workforce Incentive Allocation grants and an Albertson Foundation grant for teacher training. Also brings the Career Information System "on budget", resulting in the addition of 8.00 FTP, \$121,800 in federal funds, and \$550,900 in dedicated funds.

Governor's Recommendation	7.47	0	647,700	207,400	855,100
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FY 2005 Estimated Expenditures					
Agency Request	524.37	46,055,100	610,700	7,587,300	54,253,100
Governor's Recommendation	532.37	46,033,400	1,258,400	7,794,700	55,086,500

Removal of One-Time Expenditures

Removes funding provided for one-time items.

Agency Request	0.00	(363,500)	0	(69,200)	(432,700)
Governor's Recommendation	0.00	(355,100)	(96,800)	(154,800)	(606,700)

Division of Professional-Technical Education

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Base Adjustments

Increases federal funds spending authority to actual award level, transfers \$5,000 in federal funds from operating expenditures to personnel costs, and increases spending authority to reflect expected student fee revenues at Eastern Idaho Technical College.

Agency Request	0.00	0	62,200	9,200	71,400
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Restores risk management rescission to the base.

Also brings the Career Information System program on budget by transferring \$197,800 in General Fund money from General Programs to Career Information System. These funds had been previously transferred through trustee/benefit payment, and then added to the unappropriated budget of the Career Information System, through the noncognizable funds process.

Analyst Comment: The Governor's recommendation corrects a previously inappropriate use of the noncognizable funds statute, since the funds in question are neither unknown at the time the appropriation is made, nor are they non-state funds, since they come from the General Fund, thereby failing the two standards, both of which must be met, in order for an expenditure of funds to take place without the approval of the Legislature.

Governor's Recommendation	0.00	13,300	(135,600)	9,200	(113,100)
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FY 2006 Base					
Agency Request	524.37	45,691,600	672,900	7,527,300	53,891,800
Governor's Recommendation	532.37	45,691,600	1,026,000	7,649,100	54,366,700

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	504,800	0	0	504,800
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	393,900	1,900	600	396,400
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	184,100	0	0	184,100
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Division of Professional-Technical Education

Analyst: Hancock

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Replacement Items

Replacement Items include one-time operating expenditures of \$11,200 for programming services and \$11,500 for software upgrades. One-time capital outlay includes \$5,800 for 20 chairs, \$18,000 for twelve computers, \$12,000 for three computer projectors, \$8,000 for a network server, \$400 for a printer, \$1,400 for seven palm pilots, and \$10,600 for four laptop computers. Ongoing Replacement Items are also requested for Postsecondary Programs, in the amount of \$439,900. These amounts are broken out as follows:

Boise State University: \$77,500
 Idaho State University: \$111,600
 Lewis-Clark State College: \$39,000
 College of Southern Idaho: \$58,100
 North Idaho College: \$61,300
 Eastern Idaho Technical College: \$92,400

Agency Request	0.00	518,800	0	0	518,800
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The Governor recommends funding for replacement capital outlay, but not replacement operating expenditures, for post-secondary programs.

Governor's Recommendation	0.00	103,300	0	0	103,300
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Nonstandard Adjustments

Nonstandard Adjustments include a \$300 increase in Attorney General fees, a \$5,200 increase in building services space charges, a \$300 reduction in risk management fees, a \$11,100 increase in State Controller fees, a \$600 decrease in State Treasurer fees, a \$18,400 increase in utility costs at EITC, and \$5,000 for library books and periodicals at the EITC Library. Secondary workload adjustment provides \$198,500 for the additional costs of more secondary students enrolling in professional-technical classes. The professional-technical schools adjustment provides for \$194,500 for multi-school district professional-technical schools, the number of which will increase in FY 2006, from 11 to 13. The capacity building workload adjustment for postsecondary programs, which attempts to anticipate the expected increase in postsecondary professional-technical enrollment by analyzing attendance in Tech Prep programs among high school juniors and seniors, reflects an increase of 8.44 FTP, and \$464,300. These positions and funds are broken out by postsecondary institution as follows:

Boise State University: 1.50 FTP and \$82,400
 Idaho State University: 0.89 FTP and \$48,900
 Lewis-Clark State College: 0.87 FTP and \$48,100
 College of Southern Idaho: 1.53 FTP and \$84,300
 North Idaho College: 1.99 FTP and \$109,200
 Eastern Idaho Technical College: 1.66 FTP and \$91,400

Agency Request	8.44	896,400	0	0	896,400
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Governor's Recommendation	8.44	896,400	0	0	896,400
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	283,800	0	0	283,800
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	285,400	2,100	700	288,200
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	1,061,400	0	0	1,061,400
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Governor's Recommendation	0.00	1,067,300	7,800	2,900	1,078,000
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Division of Professional-Technical Education

Analyst: Hancock

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Fund Shifts

Agency Request	0.00	0	0	0	0
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The Governor recommends shifting the dedicated and federal funds portions of 27th Payroll, benefit and CEC increases to the General Fund. The federal funds allocation is fixed at \$121,800, and funding the increased costs of dedicated positions with dedicated funds would result in a reduction of dedicated fund balances.

Governor's Recommendation	0.00	16,000	(11,800)	(4,200)	0
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FY 2006 Program Maintenance					
Agency Request	532.81	49,140,900	672,900	7,527,300	57,341,100
Governor's Recommendation	540.81	48,453,900	1,026,000	7,649,100	57,129,000

1. Career Information System

General Programs

This enhancement provides for ongoing funding for the Career Information System to continue developing information about occupations, educational opportunities, scholarships, and online career assessments. This information is available over the internet to subscribing institutions, which include most school districts, as well as some state agencies, such as prisons. It is estimated that 110,000 people a year will make use of such services. Because the Career Information System operates outside of normal budget processes, routine annual increases for items such as inflation and Change in Employee Compensation (CEC) are not added. Instead, a larger General Fund request is made every five years or so, when the operation's fee fund balance begins to drop. The operation is funded approximately 50% from user fees, 20% from federal Perkins grant funds, and 30% from the General Fund. Federal Perkins and fee funds are housed in the budget of the Department of Commerce & Labor.

Agency Request	0.00	81,800	0	0	81,800
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Not recommended by the Governor. All cost increases associated with this program are addressed in the Career Information System program.

Governor's Recommendation	0.00	0	0	0	0
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2. Back-Funding for Capacity Building

Postsecondary Programs

This enhancement would provide ongoing funding and positions for the portions of this agency's capacity building requests that were not funded by the Legislature in FY 2003, FY 2004, and FY 2005. Continued increases in the number of students, but without commensurate increases in funding, has overloaded programs, and is impacting the ability of programs to keep up with industry training needs. The positions and funds requested are broken out by postsecondary institution as follows:

- Boise State University: 6.74 FTP and \$370,900
- Idaho State University: 4.16 FTP and \$258,000
- Lewis-Clark State College: 4.90 FTP and \$306,800
- College of Southern Idaho: 12.89 FTP and \$763,400
- North Idaho College: 7.56 FTP and \$478,100
- Eastern Idaho Technical College: 12.87 FTP and \$764,800

Agency Request	49.12	2,942,000	0	0	2,942,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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3. Director Transition Costs

Agency Request	0.00	0	0	0	0
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The director of the Career Information System will retire at the end of FY 2005. This one-time allocation will provide for a payoff of vacation leave balances.

Governor's Recommendation	0.00	5,000	0	0	5,000
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Division of Professional-Technical Education

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Lump Sum or Other Adjustments					
The division requests a lump sum appropriation for Postsecondary Programs.					
Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Total					
Agency Request	581.93	52,164,700	672,900	7,527,300	60,364,900
<i>Governor's Recommendation</i>	<i>540.81</i>	<i>48,458,900</i>	<i>1,026,000</i>	<i>7,649,100</i>	<i>57,134,000</i>
Agency Request					
Change from Original App	57.03	6,473,100	62,200	9,200	6,544,500
% Change from Original App	10.9%	14.2%	10.2%	0.1%	12.2%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>15.91</i>	<i>2,767,300</i>	<i>415,300</i>	<i>131,000</i>	<i>3,313,600</i>
<i>% Change from Original App</i>	<i>3.0%</i>	<i>6.1%</i>	<i>68.0%</i>	<i>1.7%</i>	<i>6.2%</i>

Educational Public Broadcasting System

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	1,528,200	1,528,200	1,586,700	2,889,800	2,882,200
Dedicated	820,200	820,200	854,600	911,300	907,600
Total:	2,348,400	2,348,400	2,441,300	3,801,100	3,789,800
Percent Change:		0.0%	4.0%	55.7%	55.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,665,200	1,665,200	1,734,900	1,838,300	1,831,600
Operating Expenditures	683,200	683,200	706,400	722,800	718,200
Capital Outlay	0	0	0	1,240,000	1,240,000
Total:	2,348,400	2,348,400	2,441,300	3,801,100	3,789,800
Full-Time Positions (FTP)	35.00	35.00	33.00	33.00	33.00

Division Description

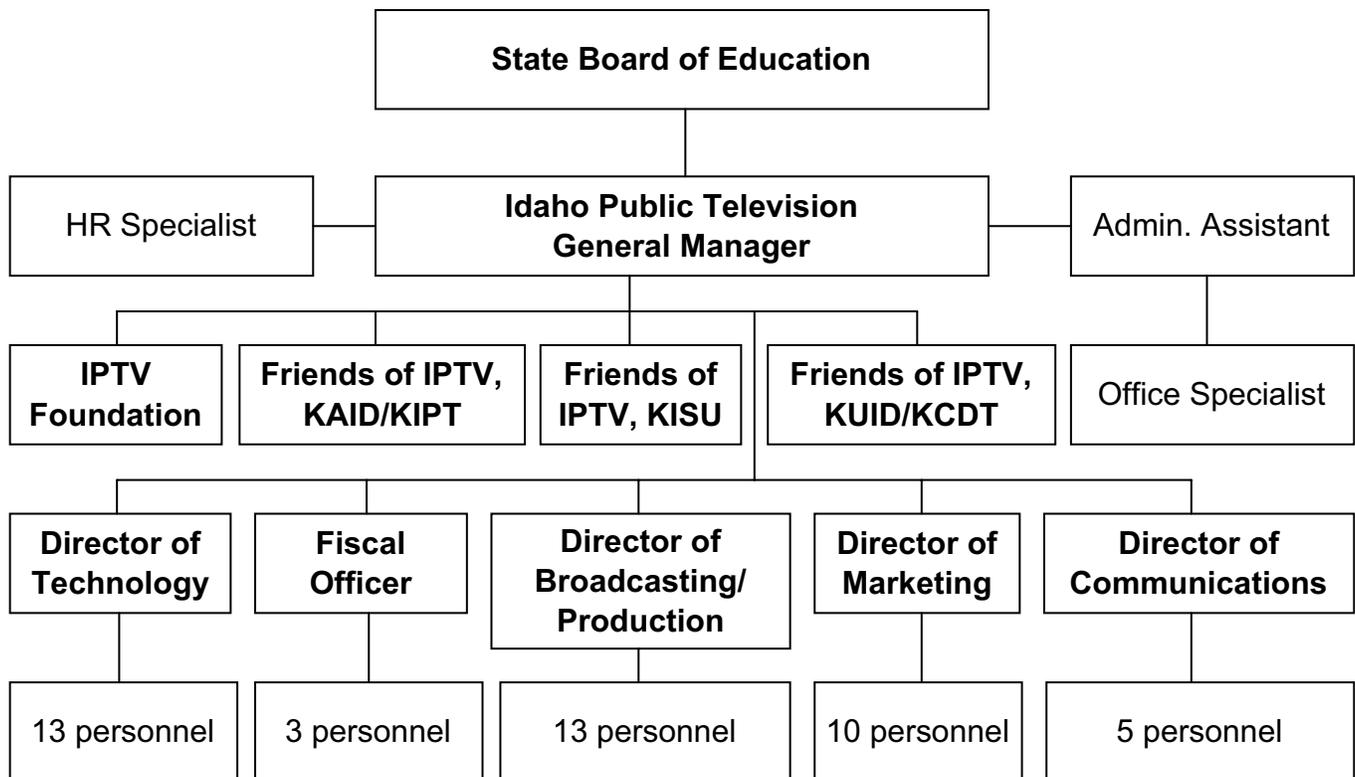
Under the supervision of the State Board of Education, Idaho's statewide Public Broadcasting System provides:

1. Coordination and distribution of educational and instructional TV programs and services for Idaho's school-age population.
2. Coordination, promotion and delivery of adult learning and continuing educational opportunities to all Idaho citizens at school, work and home.
3. Production, acquisition and broadcasting of programming services responsive to the needs and interests of Idaho citizens, including "prime time" programs.
4. Coordination, production and delivery of non-broadcast, informal and formal telecommunications services.
5. Access to production and distribution facilities and services to public or private agencies engaged in educational activities.

Educational Public Broadcasting System Agency Profile

Analyst: Hancock

Organizational Chart



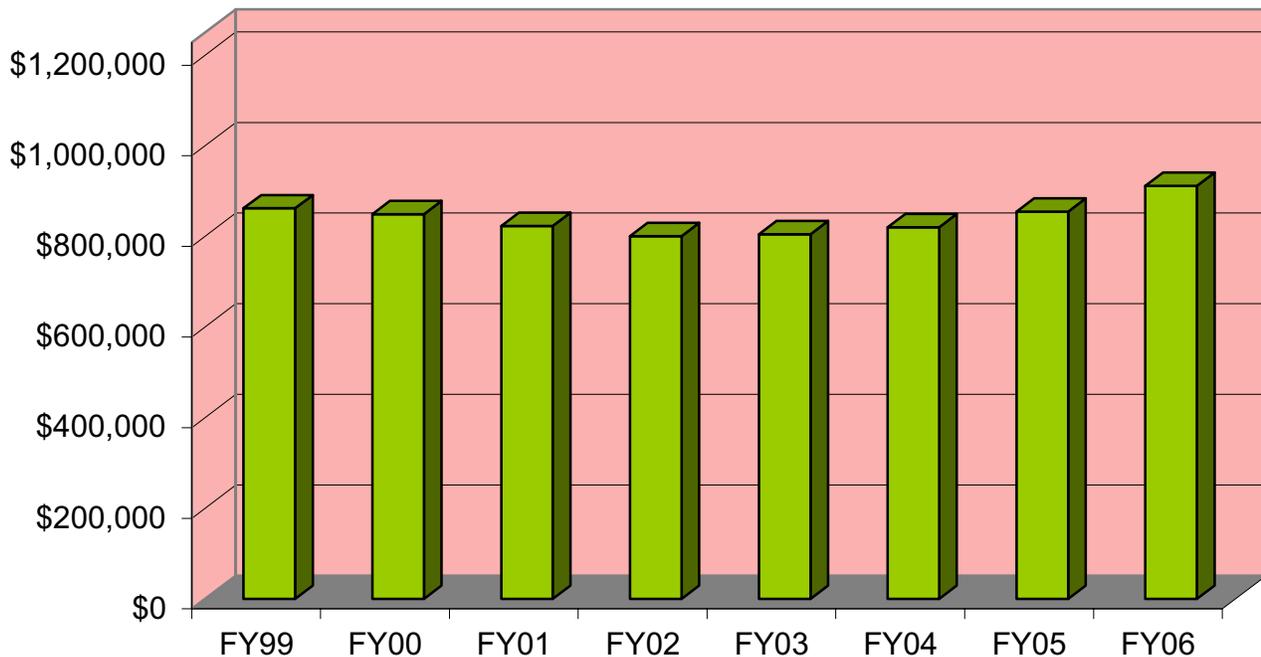
Selected Measures

	FY02 Actual	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
1. National awards received by IPTV Productions	40	30	54	54	54
2. Nielsen report on total weekly audience viewing	323,000	285,000	298,000	298,000	298,000
3. % of Idaho population within digital signal area	23.0%	49.0%	71.3%	71.3%	71.3%
4. % of broadcast hours that are close captioned	94.0%	94.5%	96.3%	97.0%	97.0%
5. Hours of children's programming	5,540	9,984	7,684	12,500	12,500
6. Hours of programming that address diversity, citizenship issues, ESL, and Spanish audio	2,725	3,810	4,012	4,012	4,012
7. Hours of programming appropriate for K-12 classroom use, telecourses, teacher training, adult education, and technology training	12,766	7,384	10,580	10,580	10,580
8. Hours of public affairs programming	1,586	3,434	4,413	10,000	10,000
9. Hours of Idaho-specific programming	298	399	655	750	750

Educational Public Broadcasting System Agency Profile

Analyst: Hancock

Corporation for Public Broadcasting Funding for IPTV



Comparison of Similar Public TV Networks

Criteria: Rural States, Statewide Coverage, FY 2005

State	Operating Budget (in millions)	% State Funding	% CPB & Fed Funding	% Local Funding	Total FTP	Transmitters	Translators
IDAHO	\$6.2	25%	15%	60%	54	10	37
Utah*	\$8.5	34%	17%	49%	95	4	88
Iowa	\$14.5	46%	15%	39%	132	9	8
S. Dakota	\$5.6	62%	15%	23%	68	11	9
N. Dakota	\$6.7	18%	38%	44%	107	14	1
Miss.*	\$12.0	62%	25%	13%	143	16	2
W. Virginia	\$10.3	55%	15%	30%	100	3	9
Average	\$9.1	43%	20%	37%	100	10	22

*Prior Year

Educational Public Broadcasting System

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	33.00	1,586,700	2,441,300	33.00	1,586,700	2,441,300
HB 805 One-time 1% Salary Increase	0.00	8,300	15,500	0.00	8,300	15,500
Governor's Rescission	0.00	0	0	0.00	(14,200)	(14,200)
FY 2005 Total Appropriation	33.00	1,595,000	2,456,800	33.00	1,580,800	2,442,600
Removal of One-Time Expenditures	0.00	(8,300)	(15,500)	0.00	(7,600)	(14,800)
Base Adjustments	0.00	0	0	0.00	13,500	13,500
FY 2006 Base	33.00	1,586,700	2,441,300	33.00	1,586,700	2,441,300
Benefit Costs	0.00	13,200	29,500	0.00	10,200	22,800
Inflationary Adjustments	0.00	4,600	4,600	0.00	0	0
Replacement Items	0.00	1,269,600	1,269,600	0.00	1,269,600	1,269,600
Nonstandard Adjustments	0.00	(17,800)	(17,800)	0.00	(17,800)	(17,800)
Change in Employee Compensation	0.00	7,900	15,400	0.00	7,900	15,400
27th Payroll	0.00	25,600	58,500	0.00	25,600	58,500
FY 2006 Total	33.00	2,889,800	3,801,100	33.00	2,882,200	3,789,800
Change from Original Appropriation	0.00	1,303,100	1,359,800	0.00	1,295,500	1,348,500
% Change from Original Appropriation		82.1%	55.7%		81.6%	55.2%

Educational Public Broadcasting System

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	33.00	1,586,700	854,600	0	2,441,300
HB 805 One-time 1% Salary Increase					
Reflects surplus eliminator funding for one-time 1% salary increases.					
Agency Request	0.00	8,300	7,200	0	15,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,300</i>	<i>7,200</i>	<i>0</i>	<i>15,500</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(14,200)</i>	<i>0</i>	<i>0</i>	<i>(14,200)</i>
FY 2005 Total Appropriation					
Agency Request	33.00	1,595,000	861,800	0	2,456,800
<i>Governor's Recommendation</i>	<i>33.00</i>	<i>1,580,800</i>	<i>861,800</i>	<i>0</i>	<i>2,442,600</i>
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(8,300)	(7,200)	0	(15,500)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(7,600)</i>	<i>(7,200)</i>	<i>0</i>	<i>(14,800)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,500</i>	<i>0</i>	<i>0</i>	<i>13,500</i>
FY 2006 Base					
Agency Request	33.00	1,586,700	854,600	0	2,441,300
<i>Governor's Recommendation</i>	<i>33.00</i>	<i>1,586,700</i>	<i>854,600</i>	<i>0</i>	<i>2,441,300</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	13,200	16,300	0	29,500
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>10,200</i>	<i>12,600</i>	<i>0</i>	<i>22,800</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	4,600	0	0	4,600
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Educational Public Broadcasting System

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Replacement Items include ongoing funding of \$2,900 for a new phone system at the Idaho State University and University of Idaho facilities and \$6,700 to lease a passenger van. One-time items include \$20,000 for software upgrades, \$158,700 to upgrade five translator stations from analog to digital, and \$973,400 to replace aging analog television equipment in the Boise studio facility with new digital equipment.					
Agency Request	0.00	1,269,600	0	0	1,269,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,269,600</i>	<i>0</i>	<i>0</i>	<i>1,269,600</i>
Nonstandard Adjustments					
Nonstandard Adjustments include a \$27,400 decrease in Attorney General fees, a \$4,000 decrease in risk management fees, a \$2,700 decrease in State Controller fees, a \$900 decrease in State Treasurer fees, a \$12,900 increase in leased office space costs, and a \$1,600 increase in the cost of renting certain translator sites that are located on private property.					
Agency Request	0.00	(17,800)	0	0	(17,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(17,800)</i>	<i>0</i>	<i>0</i>	<i>(17,800)</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	7,900	7,500	0	15,400
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>7,900</i>	<i>7,500</i>	<i>0</i>	<i>15,400</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	25,600	32,900	0	58,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>25,600</i>	<i>32,900</i>	<i>0</i>	<i>58,500</i>
FY 2006 Total					
Agency Request	33.00	2,889,800	911,300	0	3,801,100
<i>Governor's Recommendation</i>	<i>33.00</i>	<i>2,882,200</i>	<i>907,600</i>	<i>0</i>	<i>3,789,800</i>
Agency Request					
Change from Original App	0.00	1,303,100	56,700	0	1,359,800
% Change from Original App	0.0%	82.1%	6.6%		55.7%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>1,295,500</i>	<i>53,000</i>	<i>0</i>	<i>1,348,500</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>81.6%</i>	<i>6.2%</i>		<i>55.2%</i>

Special Programs

Analyst: Freeman

Historical Summary

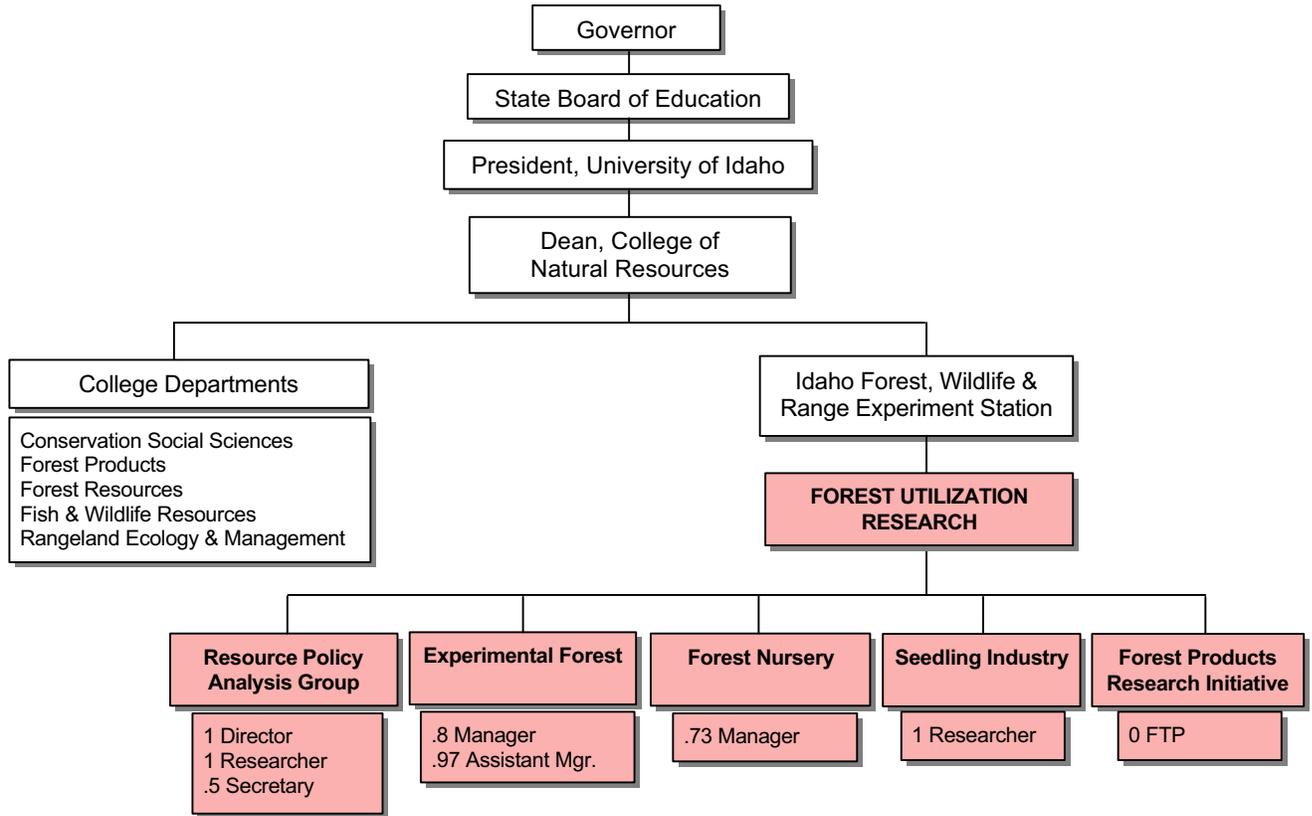
OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Forest Utilization Research	566,500	566,500	581,400	607,900	605,300
Geological Survey	769,500	769,500	794,900	839,000	836,500
Scholarships and Grants	7,546,000	7,036,800	7,770,500	8,029,600	7,935,700
Museum of Natural History	487,000	487,000	506,100	533,000	531,400
Small Bus. Development Centers	281,400	281,400	286,700	290,400	286,700
Idaho Council for Economic Educ.	52,200	52,200	53,200	53,900	53,200
TechHelp	161,700	161,700	164,800	166,900	164,800
Total:	9,864,300	9,355,100	10,157,600	10,520,700	10,413,600
BY FUND CATEGORY					
General	9,628,300	9,140,000	9,717,600	9,934,300	9,829,600
Federal	236,000	215,100	440,000	586,400	584,000
Total:	9,864,300	9,355,100	10,157,600	10,520,700	10,413,600
Percent Change:		(5.2%)	8.6%	3.6%	2.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,690,400	1,679,500	1,749,800	1,845,600	1,840,600
Operating Expenditures	132,600	143,500	132,600	134,300	132,600
Trustee/Benefit	8,041,300	7,532,100	8,275,200	8,540,800	8,440,400
Total:	9,864,300	9,355,100	10,157,600	10,520,700	10,413,600
Full-Time Positions (FTP)	24.80	24.80	24.80	24.80	24.80

Division Description

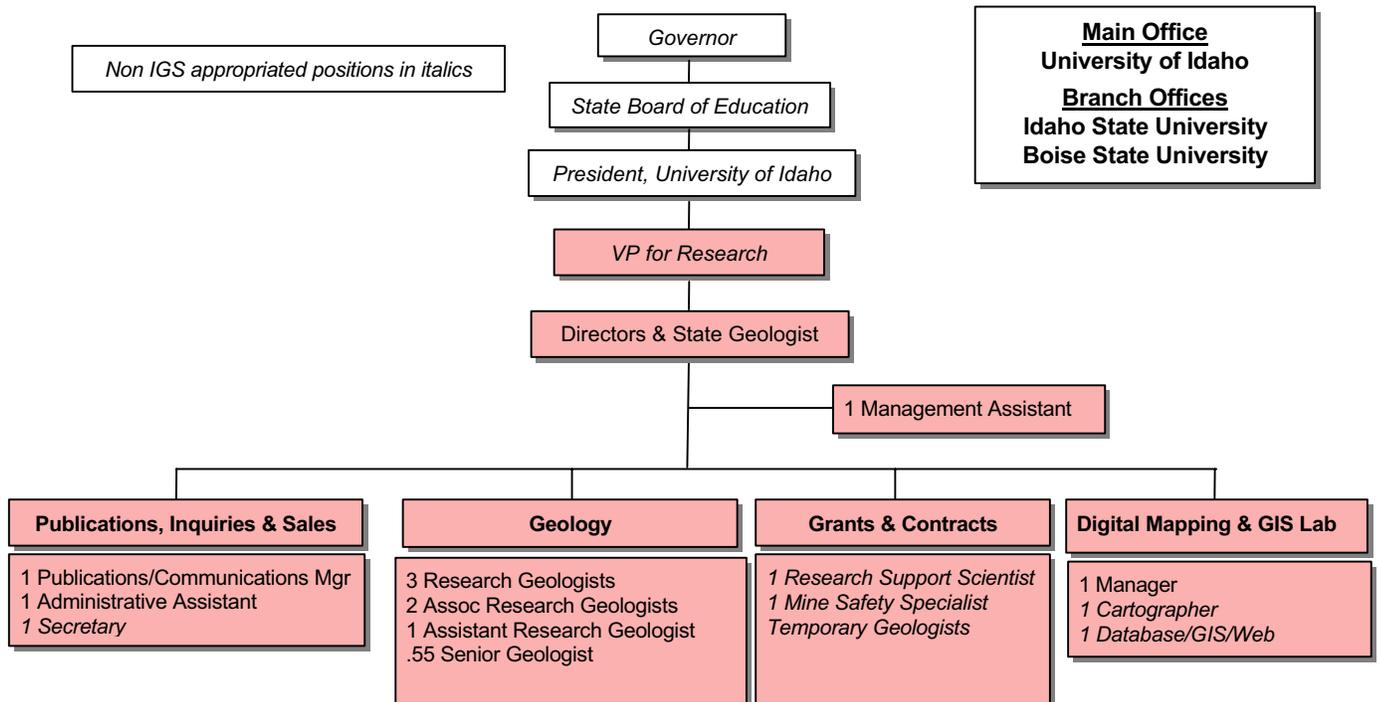
The following seven programs comprise the Special Programs:

1. The Forest Utilization Research (FUR) program, located at the University of Idaho, conducts research and analyzes policy to increase the productivity of Idaho's forests.
2. The Idaho Geological Survey (IGS), headquartered at the University of Idaho with field offices at BSU and ISU, collects data and conducts research on Idaho's geologic and mineral-based assets.
3. The Scholarships & Grants program, administered by the Office of the State Board of Education, manages ten scholarship and grant programs available to students attending Idaho's postsecondary educational institutions.
4. The Museum of Natural History, located at Idaho State University, preserves, expands, and disseminates knowledge of the natural history of Idaho and the intermountain West.
5. The Idaho Small Business Development Centers (ISBDC), headquartered at Boise State University, deliver counseling, training, and technical support services to small businesses to encourage their survival and growth.
6. The Idaho Council on Economic Education (ICEE), headquartered at Boise State University, is a non-profit educational corporation whose mission is to encourage and enable economics instruction in Idaho schools.
7. Prior to FY 2003, TechHelp was part of the Idaho Small Business Development Centers. It is now a stand alone program that continues to provide manufacturing consulting services to small and medium sized companies.

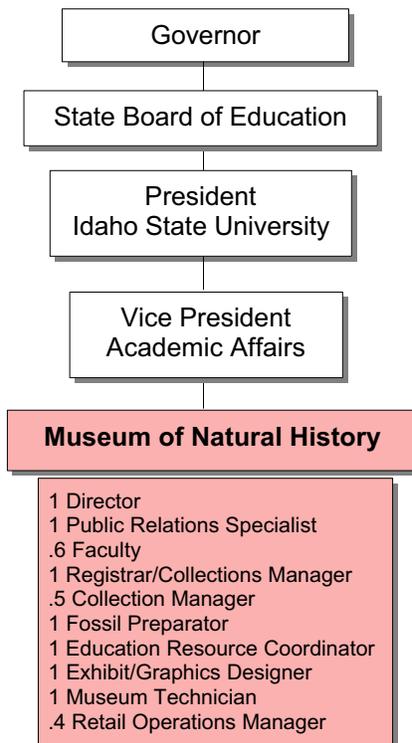
FOREST UTILIZATION RESEARCH



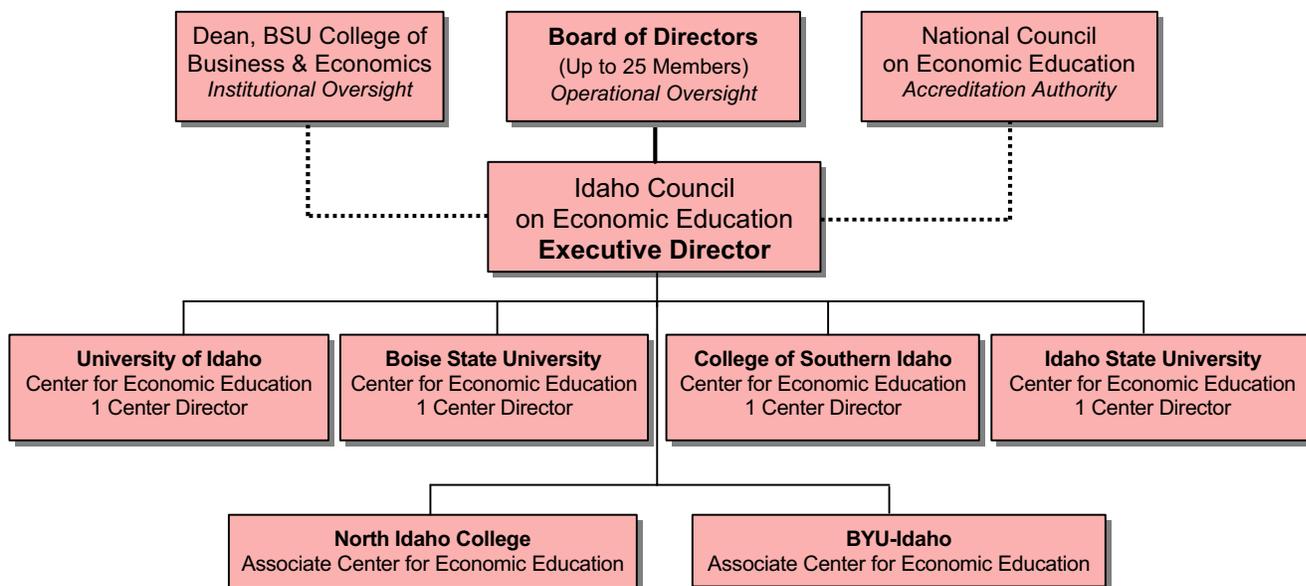
IDAHO GEOLOGICAL SURVEY



IDAHO MUSEUM of NATURAL HISTORY



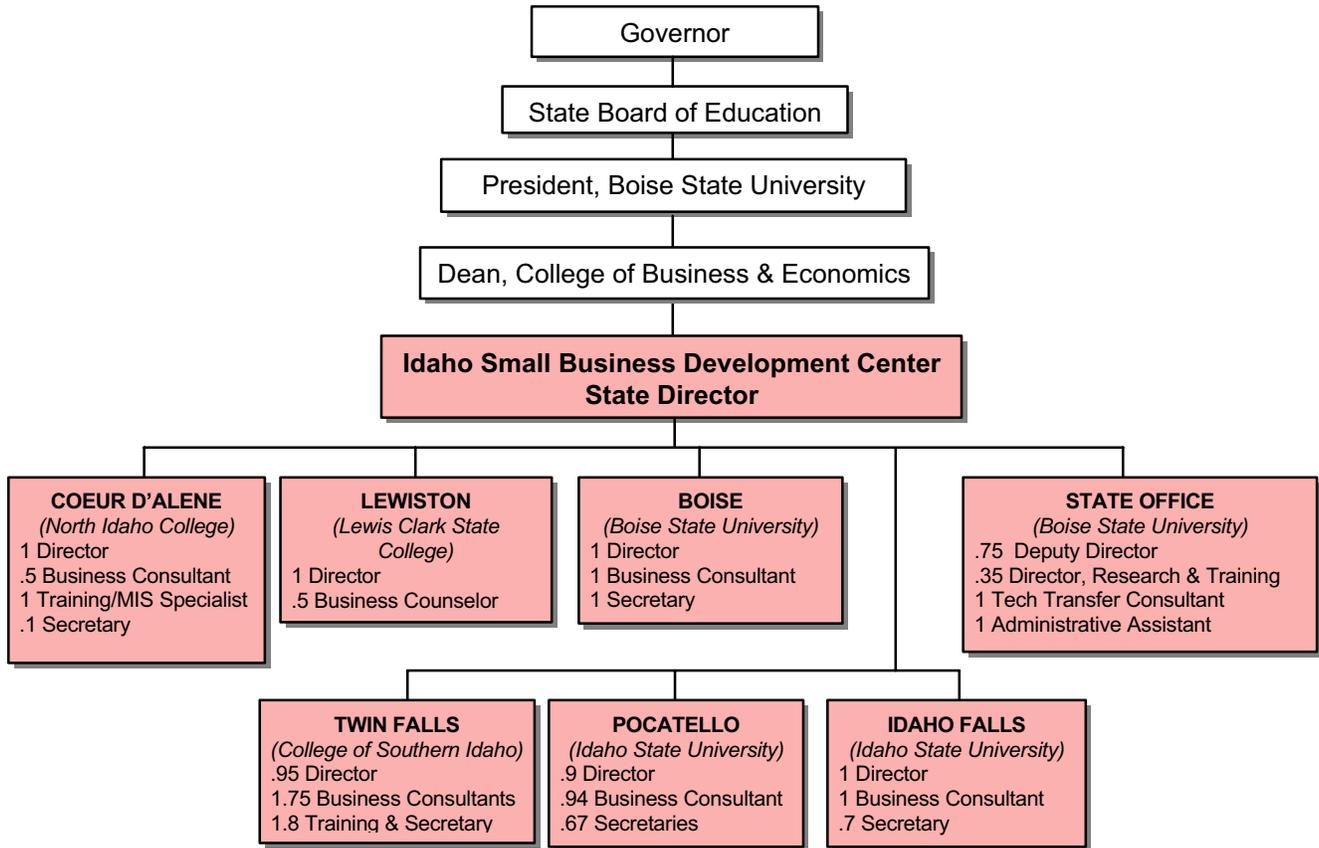
IDAHO COUNCIL on ECONOMIC EDUCATION



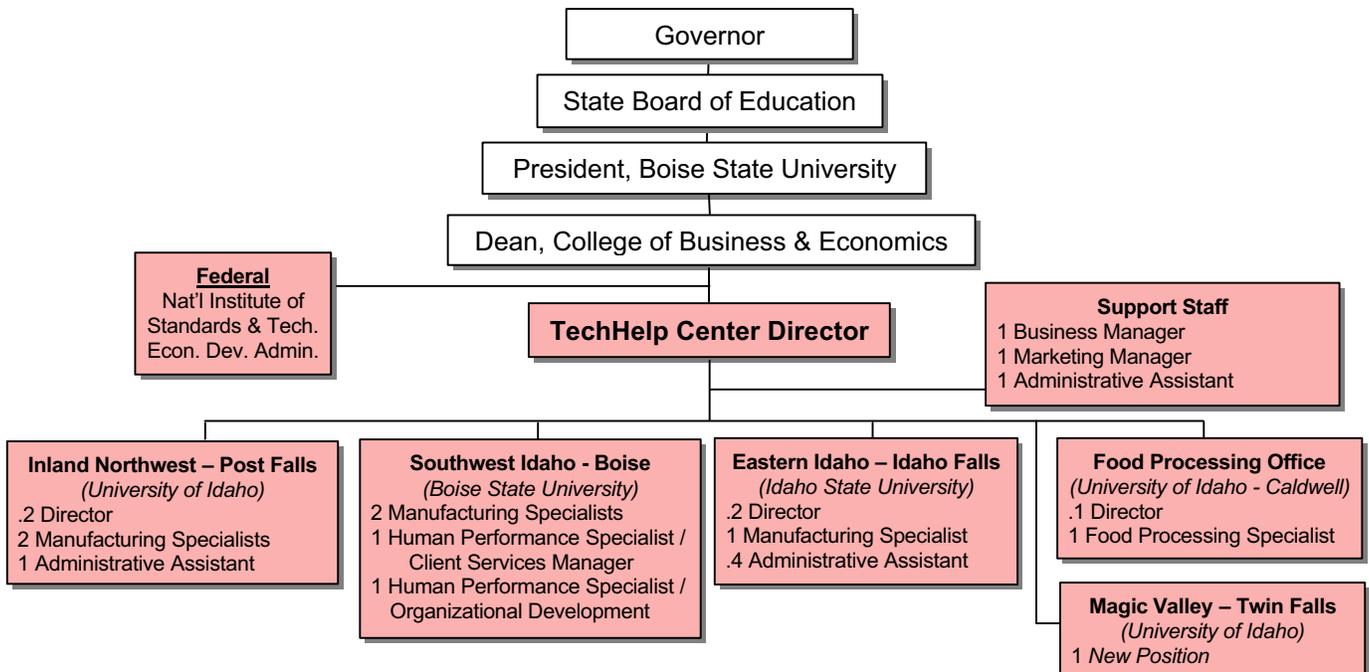
Special Programs Agency Profile

Analyst: Freeman

IDAHO SMALL BUSINESS DEVELOPMENT CENTERS



TechHelp

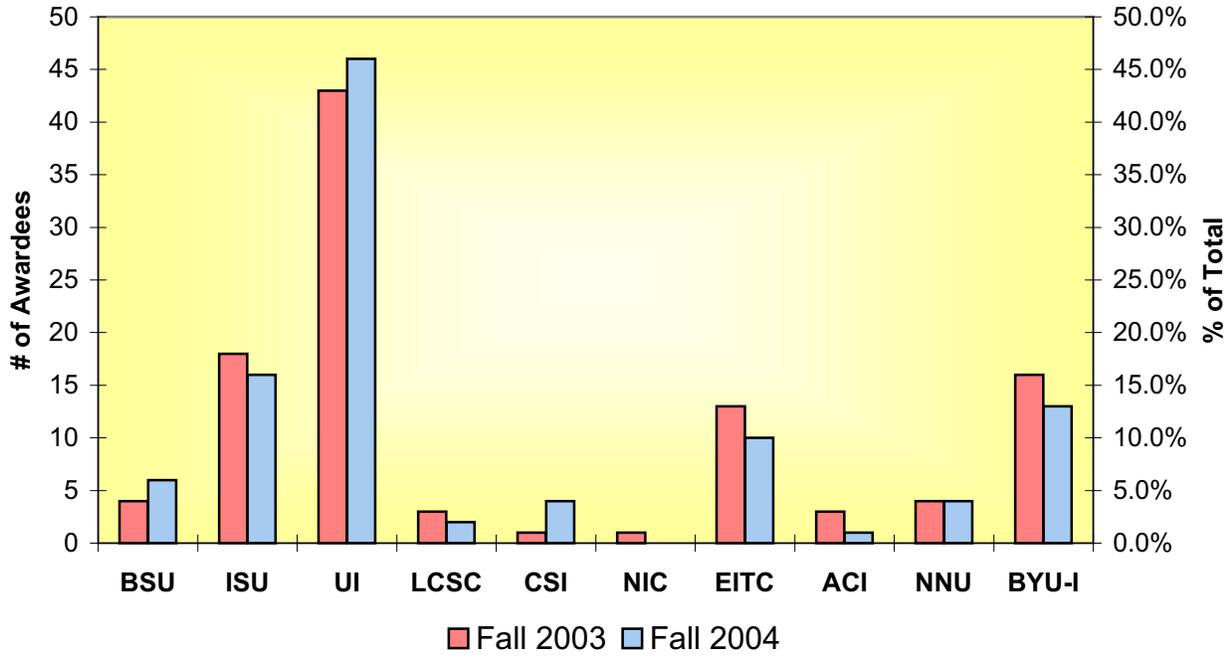


SCHOLARSHIPS & GRANTS

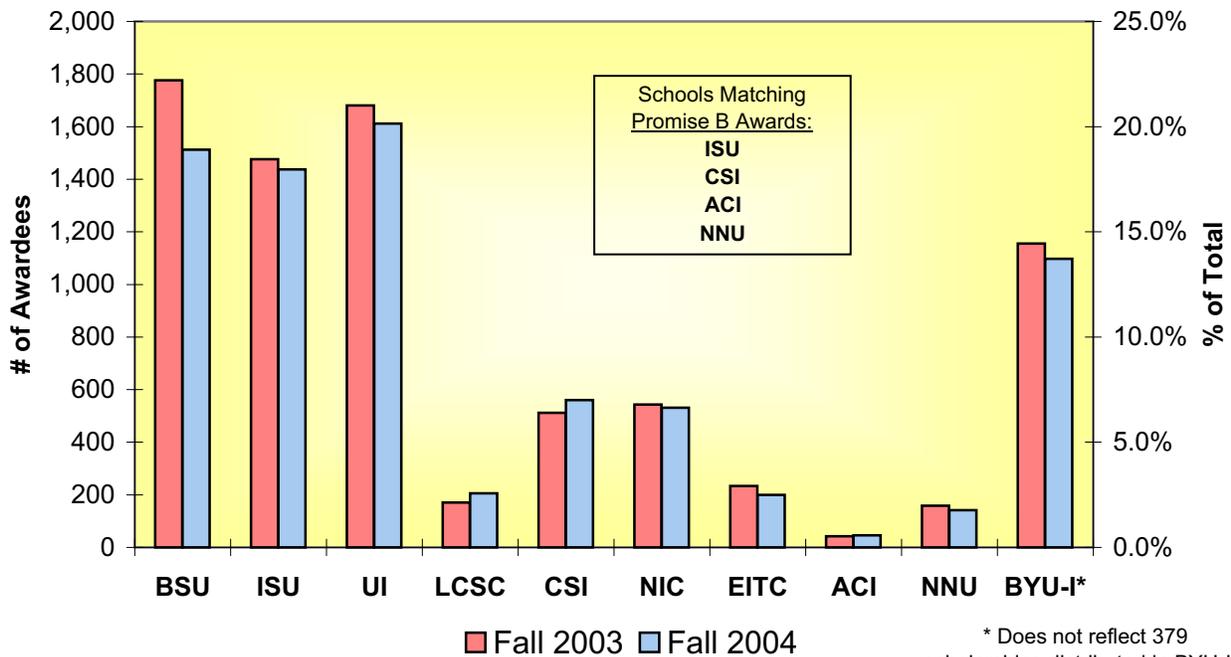
1. **Idaho Robert R. Lee Promise Scholarship – Category A:** Provides approximately 100 scholarships each year to outstanding Idaho high school seniors who plan to pursue postsecondary academic or professional-technical studies at one of Idaho's public or private institutions of higher education. Awardees are selected on the basis of class rank, ACT scores and GPA. The award amount is \$3,000 per year, renewable up to four years for academic programs or for the term of the professional-technical program (up to three years). For the 2003-2004 academic year, an average of 104 total recipients each received an annual award of \$3,000.
2. **Idaho Robert R. Lee Promise Scholarship – Category B:** Provides up to \$500 per semester, including any 1:1 match amounts from participating institutions, for all Idaho students with a grade point average of at least 3.0 or an ACT score of at least 20. The actual award amount is determined by the State Board of Education and is subject to available funding. These scholarships are limited to two years and to students younger than 22 years of age. Awardees must maintain at least a 2.5 GPA to remain eligible. An average of 7,677 students qualified for this scholarship for the 2003-2004 academic year.
3. **Atwell Parry Work Study Program:** An employment program designed to allow resident students with financial or educational need to earn funds to assist in attending accredited institutions of higher education in Idaho. Institutions provide a 20-percent match for on-campus jobs, off-campus employers provide a 50% match.
4. **Minority / "At Risk" Student Scholarship Program:** Provides between 35-40 scholarships per year to Idaho students who are at-risk of failing to achieve their educational goals because of cultural, economic, social or physical circumstances (e.g. disabilities). The award can be up to \$3,000 per year for four years. To qualify, an Idaho graduate must meet three of the following five criteria: (1) be a first-generation college student, (2) be handicapped, (3) be a migrant farm worker or the dependent of a migrant farm worker, (4) have a substantial financial need, (5) be a member of an ethnic minority historically under-represented in higher education. A total of 35 students received the scholarship in the 2003-2004 academic year.
5. **Teachers/Nurses Loan Forgiveness Program:** Provides loans equal to full-time student fees for selected nursing and teacher education students. Loans are forgiven if the recipient teaches or practices in Idaho for two years after graduation. Statutes allow up to 16 new awards per year for teachers and 13 for nurses. Thirty teacher education and 17 nursing students received the loans in the 2003-2004 academic year.
6. **POW/MIA Scholarship (fee waiver):** Provides tuition and fees plus up to \$500 per semester for books and on-campus housing and subsistence to children of Idaho citizens determined to have been prisoners of war, missing in action, or killed in action in any armed conflict of which the United States was a party. Awardees must attend an Idaho public college or university. No student received this scholarship for the 2003-2004 academic year.
7. **Public Safety Officer Scholarship (fee waiver):** Provides tuition and fees plus up to \$500 for books per semester and on-campus housing and meals to children of Idaho citizens who have been killed or disabled in the line of duty while employed in Idaho as a public safety officer. Awardees must attend an Idaho public college or university. A total of 2 students received the scholarship in the 2003-2004 academic year.
8. **"Grow Your Own" Teacher Corp Scholarship:** Provides scholarships for instructional assistants employed by local school districts through programs leading to an AA/AS or BA/BS degree in education with an emphasis on bilingual education or an English as a Second Language (ESL) endorsement. The Colleges of Education will work with local school districts and instructional assistants to achieve teacher certification, thereby providing a career ladder for minorities to become certified teachers while they remain on the job. This program was designed to address the growing population of non-English speaking children in Idaho public schools. Recipients receive 90% of the cost of their student fees per year. For the 2003-2004 academic year there were 67 full-time and 31 part-time students.
9. **Leveraging Educational Assistance Program (LEAP/SLEAP):** A federal grant program with a state match requirement that is available to students with demonstrable financial need. Students may attend any public or private institution of higher education in Idaho. Although more than 95% of the recipients are Idaho residents, there is no residency requirement. For the 2003-2004 academic year, 1,674 recipients received an average LEAP award of \$430 and 305 students received an average SLEAP award of \$491.
10. **Robert C. Byrd Honors Scholarship Program:** A federally funded, state-administered program awarded on the basis of merit. The award ranges up to \$1,500 per year to support a maximum of four years of study to outstanding high school seniors who show promise of continued academic achievement in postsecondary education. A total of 144 students received the scholarship in the 2003-2004 academic year.

ROBERT R. LEE PROMISE SCHOLARSHIP

**CATEGORY A
RECIPIENTS BY INSTITUTION**



**CATEGORY B
RECIPIENTS BY INSTITUTION**



* Does not reflect 379 scholarships distributed in BYU-I's summer 2004 track.

Special Programs

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	24.80	9,717,600	10,157,600	24.80	9,717,600	10,157,600
HB 805 One-time 1% Salary Increase	0.00	25,000	25,000	0.00	25,000	25,000
Governor's Rescission	0.00	0	0	0.00	(6,500)	(6,500)
FY 2005 Total Appropriation	24.80	9,742,600	10,182,600	24.80	9,736,100	10,176,100
Removal of One-Time Expenditures	0.00	(25,000)	(25,000)	0.00	(18,500)	(18,500)
FY 2006 Base	24.80	9,717,600	10,157,600	24.80	9,717,600	10,157,600
Benefit Costs	0.00	22,400	22,400	0.00	17,400	17,400
Inflationary Adjustments	0.00	99,700	102,100	0.00	0	0
Nonstandard Adjustments	0.00	21,200	165,200	0.00	21,200	165,200
Change in Employee Compensation	0.00	15,900	15,900	0.00	15,900	15,900
27th Payroll	0.00	57,500	57,500	0.00	57,500	57,500
FY 2006 Total	24.80	9,934,300	10,520,700	24.80	9,829,600	10,413,600
Change from Original Appropriation	0.00	216,700	363,100	0.00	112,000	256,000
% Change from Original Appropriation		2.2%	3.6%		1.2%	2.5%

Special Programs

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	24.80	9,717,600	0	440,000	10,157,600
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	25,000	0	0	25,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>25,000</i>	<i>0</i>	<i>0</i>	<i>25,000</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(6,500)</i>	<i>0</i>	<i>0</i>	<i>(6,500)</i>
FY 2005 Total Appropriation					
Agency Request	24.80	9,742,600	0	440,000	10,182,600
<i>Governor's Recommendation</i>	<i>24.80</i>	<i>9,736,100</i>	<i>0</i>	<i>440,000</i>	<i>10,176,100</i>
Removal of One-Time Expenditures					
Agency Request	0.00	(25,000)	0	0	(25,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(18,500)</i>	<i>0</i>	<i>0</i>	<i>(18,500)</i>
FY 2006 Base					
Agency Request	24.80	9,717,600	0	440,000	10,157,600
<i>Governor's Recommendation</i>	<i>24.80</i>	<i>9,717,600</i>	<i>0</i>	<i>440,000</i>	<i>10,157,600</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates and an increase in workers compensation rates.					
Agency Request	0.00	22,400	0	0	22,400
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>17,400</i>	<i>0</i>	<i>0</i>	<i>17,400</i>
Inflationary Adjustments					
Reflects a standard 1.3% inflationary increase for Idaho Promise Scholarship categories A and B, Leveraging Education Assistance Program (LEAP), Atwell Parry College Work Study program, Minority/At-Risk Scholarship program, Special Leveraging Education Assistance Program, and Grow Your Own Teacher program.					
Agency Request	0.00	99,700	0	2,400	102,100
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Nonstandard Adjustments			Scholarships and Grants		
Provides funding for the Teacher/Nurses Loan Forgiveness program and the Peace Officer/Fire Fighter Scholarship program, and provides spending authority for the federal Byrd Scholarship.					
Agency Request	0.00	21,200	0	144,000	165,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,200</i>	<i>0</i>	<i>144,000</i>	<i>165,200</i>

Special Programs

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	15,900	0	0	15,900
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	15,900	0	0	15,900
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	57,500	0	0	57,500
Governor's Recommendation	0.00	57,500	0	0	57,500
FY 2006 Total					
Agency Request	24.80	9,934,300	0	586,400	10,520,700
Governor's Recommendation	24.80	9,829,600	0	584,000	10,413,600
Agency Request					
Change from Original App	0.00	216,700	0	146,400	363,100
% Change from Original App	0.0%	2.2%		33.3%	3.6%
Governor's Recommendation					
Change from Original App	0.00	112,000	0	144,000	256,000
% Change from Original App	0.0%	1.2%		32.7%	2.5%

Superintendent of Public Instruction

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	5,130,900	5,130,900	5,211,000	5,412,000	5,369,200
Dedicated	4,439,400	8,430,400	7,298,200	4,626,400	4,579,200
Federal	6,844,000	6,840,200	6,897,200	7,127,700	7,068,600
Total:	16,414,300	20,401,500	19,406,400	17,166,100	17,017,000
Percent Change:		24.3%	(4.9%)	(11.5%)	(12.3%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,971,500	7,047,900	7,981,700	7,665,800	7,635,300
Operating Expenditures	6,340,400	10,414,600	8,322,300	6,360,200	6,279,300
Capital Outlay	0	685,700	0	0	0
Trustee/Benefit	3,102,400	2,253,300	3,102,400	3,140,100	3,102,400
Total:	16,414,300	20,401,500	19,406,400	17,166,100	17,017,000
Full-Time Positions (FTP)	124.00	132.00	134.00	140.00	124.00

Division Description

The primary goals of the State Department of Education are to: 1) meet all statutory regulations as they relate to public schools and the state agency; 2) provide services to the 114 school districts in Idaho in terms of activities that will maintain or improve educational opportunities for children; and 3) provide leadership in all areas of public education to focus attention on and help resolve problems faced by education in Idaho. The expected long-range result is the continued commitment to provide excellence for all Idaho students.

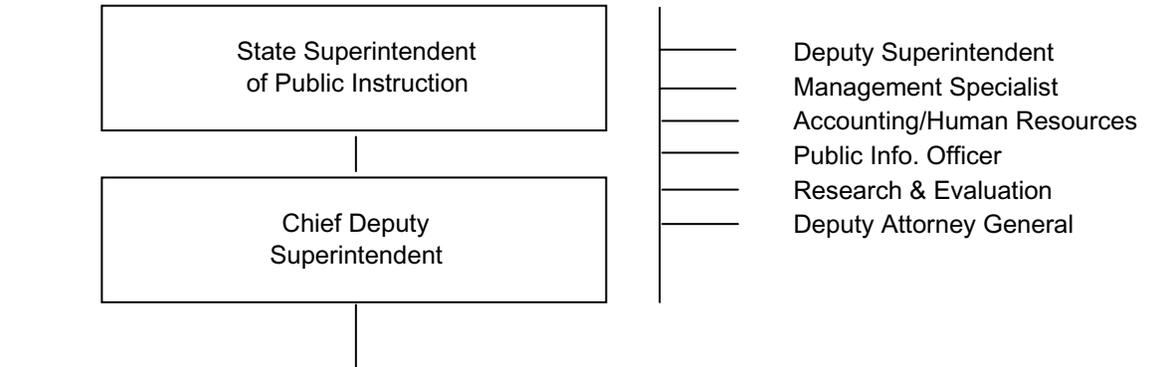
Superintendent of Public Instruction

Issues & Information

Analyst: Hancock

Organization of the State Department of Education (Bureau & Mgmt. Only)

134.00 Budgeted Positions - FY 2005



Bureau of Curriculum & Accountability

Bureau of Certification & Prof. Standards

Bureau of Special Education

Bureau of Finance & Transportation

- Public School Finance
- Driver Education
- Motorcycle Safety
- Pupil Transportation

Bureau of Federal Programs

- Adult Education
- Veterans Education
- AIDS/HIV & Health
- Safe & Drug Free Schools
- Child Nutrition
- Compensatory Education

Bureau of Technology Services

- Education Technical Assistance
- Internal Technical Systems
- ISIMS Project

Sources of Funds

	FY04 Expend.	% of Expend.	FY05 Approp.	FY06 Request
1. General Fund	\$5,130,900	25.1%	\$5,211,000	\$5,412,000
2. Indirect Cost Recovery Fund	\$390,900	1.9%	\$520,500	\$615,400
3. Driver's Education Fund	\$1,485,000	7.3%	\$2,367,700	\$2,403,700
4. Public Instruction Fund	\$802,200	3.9%	\$1,209,700	\$1,242,000
5. Miscellaneous Revenue Fund	\$5,663,600	27.8%	\$3,037,100	\$271,000
6. Data Processing Services Fund	\$88,700	0.4%	\$108,300	\$38,700
7. Student Tuition Recovery Fund	\$0	0.0%	\$54,900	\$55,600
8. Federal Grant Fund	\$6,840,200	33.5%	\$6,897,200	\$7,127,700
TOTAL	\$20,401,500	100.0%	\$19,406,400	\$17,166,100

Superintendent of Public Instruction

Agency Profile

Analyst: Hancock

Selected Measures

	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
1. Percentage of public school students reading at or above grade level, by grade, on the Idaho Reading Indicator				
Kindergarten:	72%	78%	80%	80%
1st Grade:	65%	69%	70%	70%
2nd Grade:	67%	69%	70%	80%
3rd Grade:	62%	64%	80%	85%
2. School Districts and Charter Schools with curriculum aligned to state math standards	89	110	130	130
3. School Districts and Charter Schools with curriculum aligned to state language standards	90	110	130	130
4. School Districts and Charter Schools with grade-level educational state standards as a minimum	96	117	133	136
5. Number of students in Limited English Proficiency (LEP) programs	19,853	20,812	22,000	22,300
6. Number of students participating in gifted and talented programs	10,264	9,874	10,500	10,600
7. Number of public high school graduates	15,856	15,900	15,900	16,000
8. Number of public schools operating with year-round class schedules	13	13	12	12
9. Types of reports submitted to the state Department of Education electronically	10	12	12	12
10. Number of reports submitted to the state Department of Education electronically	2,000	2,200	2,200	2,200

Superintendent of Public Instruction

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	134.00	5,211,000	19,406,400	134.00	5,211,000	19,406,400
HB 805 One-time 1% Salary Increase	0.00	21,400	50,600	0.00	21,400	50,600
Governor's Rescission	0.00	0	0	0.00	(11,400)	(25,100)
FY 2005 Total Appropriation	134.00	5,232,400	19,457,000	134.00	5,221,000	19,431,900
Non-Cognizable Funds and Transfers	0.00	0	18,800,000	0.00	0	18,800,000
FY 2005 Estimated Expenditures	134.00	5,232,400	38,257,000	134.00	5,221,000	38,231,900
Removal of One-Time Expenditures	(1.85)	(21,400)	(21,150,600)	(1.85)	(21,400)	(21,150,600)
Base Adjustments	0.00	0	(547,000)	(10.00)	11,400	(521,900)
FY 2006 Base	132.15	5,211,000	16,559,400	122.15	5,211,000	16,559,400
Benefit Costs	0.00	71,500	134,800	0.00	55,300	104,300
Inflationary Adjustments	0.00	26,600	118,600	0.00	0	0
Nonstandard Adjustments	1.85	(16,100)	66,100	1.85	(16,100)	66,100
Change in Employee Compensation	0.00	25,400	61,400	0.00	25,400	61,400
27th Payroll	0.00	93,600	225,800	0.00	93,600	225,800
Fund Shifts	0.00	0	0	0.00	0	0
FY 2006 Program Maintenance	134.00	5,412,000	17,166,100	124.00	5,369,200	17,017,000
1. ISIMS Staffing	6.00	0	0	0.00	0	0
FY 2006 Total	140.00	5,412,000	17,166,100	124.00	5,369,200	17,017,000
Change from Original Appropriation	6.00	201,000	(2,240,300)	(10.00)	158,200	(2,389,400)
% Change from Original Appropriation		3.9%	(11.5%)		3.0%	(12.3%)

Superintendent of Public Instruction

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	134.00	5,211,000	7,298,200	6,897,200	19,406,400
HB 805 One-time 1% Salary Increase					
Reflects surplus eliminator funding for one-time 1% salary increases.					
Agency Request	0.00	21,400	6,400	22,800	50,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,400</i>	<i>6,400</i>	<i>22,800</i>	<i>50,600</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(11,400)</i>	<i>(2,300)</i>	<i>(11,400)</i>	<i>(25,100)</i>
FY 2005 Total Appropriation					
Agency Request	134.00	5,232,400	7,304,600	6,920,000	19,457,000
<i>Governor's Recommendation</i>	<i>134.00</i>	<i>5,221,000</i>	<i>7,302,300</i>	<i>6,908,600</i>	<i>19,431,900</i>
Non-Cognizable Funds and Transfers					
Adds \$6 million in federal funds for assessment activities. Also includes the addition of \$12,800,000 in Albertson Foundation grant funds for the Idaho Student Information Management System (ISIMS).					
Agency Request	0.00	0	12,800,000	6,000,000	18,800,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>12,800,000</i>	<i>6,000,000</i>	<i>18,800,000</i>
FY 2005 Estimated Expenditures					
Agency Request	134.00	5,232,400	20,104,600	12,920,000	38,257,000
<i>Governor's Recommendation</i>	<i>134.00</i>	<i>5,221,000</i>	<i>20,102,300</i>	<i>12,908,600</i>	<i>38,231,900</i>
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	(1.85)	(21,400)	(15,106,400)	(6,022,800)	(21,150,600)
<i>Governor's Recommendation</i>	<i>(1.85)</i>	<i>(21,400)</i>	<i>(15,106,400)</i>	<i>(6,022,800)</i>	<i>(21,150,600)</i>
Base Adjustments					
Removes Albertson Foundation funding for the Idaho Student Information Management System (ISIMS) from the base. The funding necessary to support the 10 FTP working on the ISIMS project has been requested from General Funds in the Public Schools budget, beginning in FY 2006.					
Agency Request	0.00	0	(547,000)	0	(547,000)
<i>The Governor does not recommend further state commitment to the Idaho Student Information Management System (ISIMS). Since the request of General Fund support for this project (housed in the Public Schools budget) has not been recommended, the ten FTP that were to be funded by those dollars have been removed here. Also restores risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>(10.00)</i>	<i>11,400</i>	<i>(544,700)</i>	<i>11,400</i>	<i>(521,900)</i>
FY 2006 Base					
Agency Request	132.15	5,211,000	4,451,200	6,897,200	16,559,400
<i>Governor's Recommendation</i>	<i>122.15</i>	<i>5,211,000</i>	<i>4,451,200</i>	<i>6,897,200</i>	<i>16,559,400</i>

Superintendent of Public Instruction

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	71,500	15,900	47,400	134,800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	55,300	12,300	36,700	104,300
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	26,600	43,600	48,400	118,600
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
Nonstandard Adjustments include a \$18,300 reduction in Attorney General fees, a \$1,100 increase in risk management fees, a \$7,900 increase in State Controller fees, a \$400 increase in State Treasurer fees, a transfer of the ten ISIMS FTPs from Albertson Foundation funds to the General Fund (the dollars to support these positions have been requested in the Public Schools budget, as per Section 33-1002, Idaho Code), and a one-time authorization of 1.85 FTP and \$75,000 for the last segment of the High Performing Schools initiative, which is also funded by Albertson Foundation funds.					
Agency Request	1.85	(16,100)	76,300	5,900	66,100
<i>The Governor's recommendation does not shift the ten ISIMS positions from dedicated to General Funds, since those positions have already been eliminated under Base Adjustments.</i>					
Governor's Recommendation	1.85	(16,100)	76,300	5,900	66,100
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	25,400	8,300	27,700	61,400
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	25,400	8,300	27,700	61,400
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	93,600	31,100	101,100	225,800
Governor's Recommendation	0.00	93,600	31,100	101,100	225,800
Fund Shifts					
Shifts one position and \$71,000 from the Computer Services Fund to the Indirect Cost Recovery Fund.					
Agency Request	0.00	0	0	0	0
<i>The Governor's recommendation shifts one position and \$70,800.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Program Maintenance					
Agency Request	134.00	5,412,000	4,626,400	7,127,700	17,166,100
Governor's Recommendation	124.00	5,369,200	4,579,200	7,068,600	17,017,000

Superintendent of Public Instruction

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. ISIMS Staffing

This enhancement would authorize an additional six positions to join the ten existing positions working on the Idaho Student Information Management System (ISIMS) project. The actual funding for these 16 positions is being requested in the Public Schools budget, as per Section 33-1002, Idaho Code. Since the Public Schools budget contains no FTP, however, the ISIMS positions are to be housed in this budget. The six new positions requested to be authorized here include an ISIMS Project Manager, a Data Warehouse Manager, a Security Coordinator, a Security Analyst, a Business Analyst, and an Orion Application Specialist.

The ISIMS projects will result in a common, statewide student information system that will eventually be used by all school districts, replacing various incompatible systems currently in use across Idaho. Since ISIMS is being developed with up to \$35 million in Albertson Foundation funds, and the annual maintenance will be paid for by the state, the program will be provided free to school districts. For districts that are currently paying for their own, independent systems, this will ultimately save ongoing dollars in their budgets. Districts, however, may have costs associated with putting the necessary technology in place, at the district end, to run ISIMS, especially in the implementation period.

Agency Request	6.00	0	0	0	0
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With the decision of the Albertson Foundation to halt the ISIMS project, the Governor does not recommend further state participation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2006 Total					
Agency Request	140.00	5,412,000	4,626,400	7,127,700	17,166,100
<i>Governor's Recommendation</i>	<i>124.00</i>	<i>5,369,200</i>	<i>4,579,200</i>	<i>7,068,600</i>	<i>17,017,000</i>

Agency Request

Change from Original App	6.00	201,000	(2,671,800)	230,500	(2,240,300)
% Change from Original App	4.5%	3.9%	(36.6%)	3.3%	(11.5%)

Governor's Recommendation

<i>Change from Original App</i>	<i>(10.00)</i>	<i>158,200</i>	<i>(2,719,000)</i>	<i>171,400</i>	<i>(2,389,400)</i>
<i>% Change from Original App</i>	<i>(7.5%)</i>	<i>3.0%</i>	<i>(37.3%)</i>	<i>2.5%</i>	<i>(12.3%)</i>

Vocational Rehabilitation

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Community Supported Employment	0	0	3,970,800	4,027,000	3,976,300
Epilepsy Services	70,300	67,800	70,300	70,300	70,300
Independent Living Council	298,100	298,100	302,200	0	0
Renal Disease Services	535,900	535,900	550,800	564,200	561,700
Vocational Rehabilitation	16,541,000	17,226,200	17,339,500	18,580,400	18,020,700
Total:	17,445,300	18,128,000	22,233,600	23,241,900	22,629,000
BY FUND CATEGORY					
General	3,673,000	3,673,000	7,738,600	7,932,300	7,799,500
Dedicated	1,038,900	549,300	1,036,200	1,030,300	1,017,100
Federal	12,733,400	13,905,700	13,458,800	14,279,300	13,812,400
Total:	17,445,300	18,128,000	22,233,600	23,241,900	22,629,000
Percent Change:		3.9%	22.6%	4.5%	1.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	7,369,600	6,581,900	7,385,200	7,757,200	7,726,800
Operating Expenditures	1,439,200	1,608,200	1,500,800	1,600,500	1,435,600
Capital Outlay	0	223,400	0	267,600	0
Trustee/Benefit	8,636,500	9,714,500	13,347,600	13,616,600	13,466,600
Total:	17,445,300	18,128,000	22,233,600	23,241,900	22,629,000
Full-Time Positions (FTP)	150.00	150.00	150.00	150.00	150.00

Division Description

Community Supported Employment (CSE): Provides remunerative work and support for adults with developmental disabilities and mental illness who lack the skills and experience to obtain and maintain employment in the competitive labor market. Employment Services are comprised of Work Services and Community Supported Employment.

Epilepsy Services: Places persons afflicted with epilepsy in touch with professionals so the trauma can be reduced and allow them to participate fully in their families, communities, interests, etc.

Independent Living Council: Provides a Statewide Independent Living Council (SILC), which is mandatory if the state wishes to receive federal financial assistance under Title 7 of the federal Rehabilitation Act. Beginnin in FY 2005 this program was transferred to an independent agency within the Health & Human Services function.

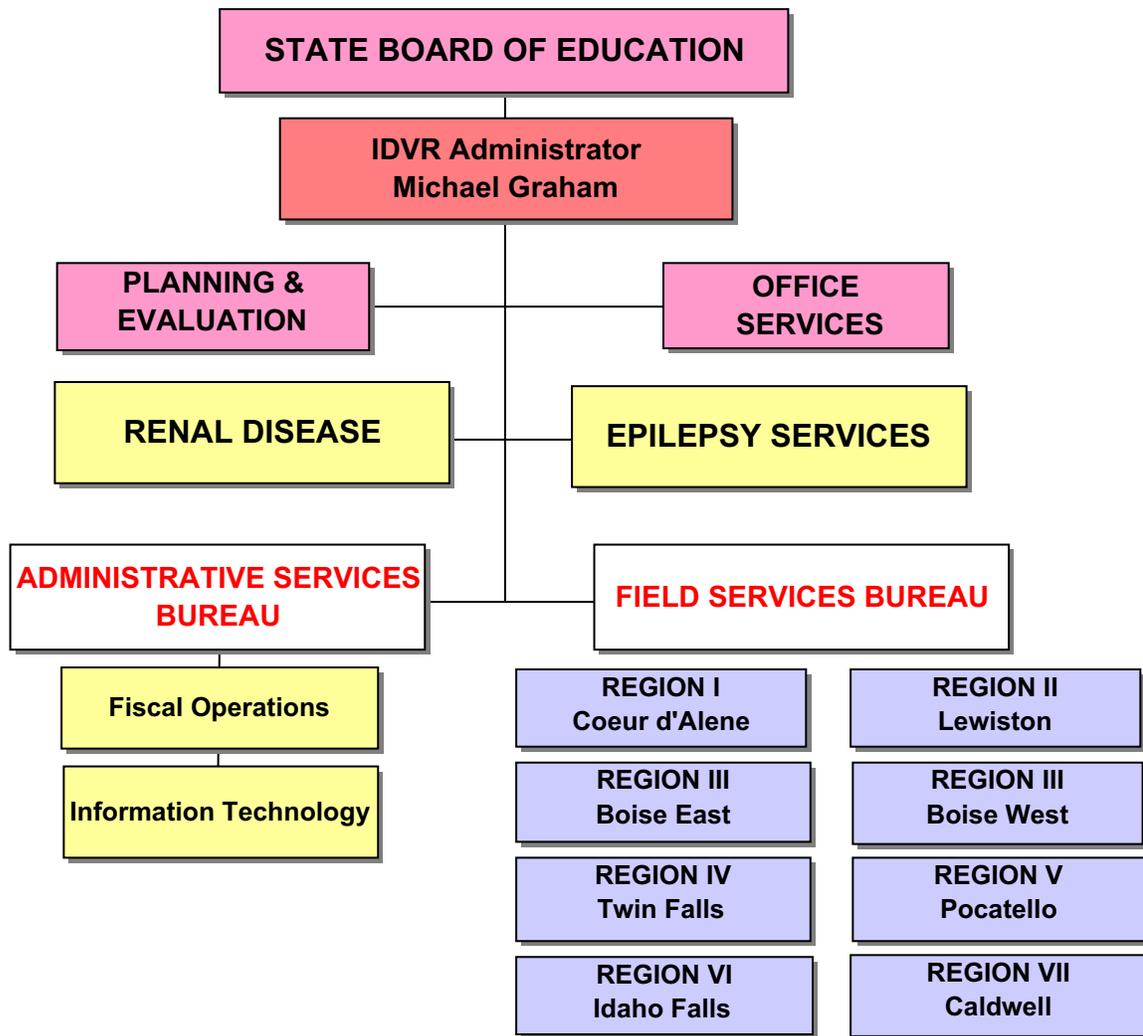
Renal Disease Services: Provide lifesaving services (kidney dialysis and kidney transplants) to those suffering from end-stage kidney disease.

Vocational Rehabilitation Services: Provide services to allow the disabled of Idaho the opportunity of full employment, independence from government support and dignity and self-respect. Maintain the productivity of each disabled citizen who is capable of employment and reduce the burden of dependence on the taxpayers.

Division of Vocational Rehabilitation Agency Profile

Analyst: Holland-Smith

Organizational Chart



Sources of Funds	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. General Fund (0001-00)	\$ 3,673,000	20.3%	\$ 7,738,600	\$ 7,932,300
The General Fund sources are the individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, treasurer's interest on investments of certain idle funds, and miscellaneous sources from agency receipts.				
2. Federal Funds (0348-00)	\$ 13,905,700	76.7%	\$ 13,458,800	\$ 14,279,300
This fund receives moneys from several federal grants primarily authorized by the Vocational Rehabilitation Act, as amended. The grants are administered by the Rehabilitation Services Administration, U.S. Education Department. The state matching share varies from 21.3% for Section 110 funding to 0% on other grants.				
3. Miscellaneous Revenue	\$ 549,300	3.0%	\$ 1,036,200	\$ 1,030,300
Contributions and contract payments from the Department of Health and Welfare, and various school districts and other public and private sources such as Medicare, Medicaid, private insurance carriers, clients, attorneys and other third party payers as cost reimbursements, refunds, or donations.				
TOTAL	\$ 18,128,000	100%	\$ 22,233,600	\$ 23,241,900

Vocational Rehabilitation

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	150.00	7,738,600	22,233,600	150.00	7,738,600	22,233,600
HB 805 One-time 1% Salary Increase	0.00	12,900	60,500	0.00	12,900	60,500
1. Administrative Costs to Set Up Program	2.00	82,900	82,900	2.00	0	0
Governor's Rescission	0.00	0	0	0.00	(2,600)	(12,700)
Other Approp Adjustments	(2.00)	(78,700)	(302,200)	(2.00)	(78,700)	(302,200)
FY 2005 Total Appropriation	150.00	7,755,700	22,074,800	150.00	7,670,200	21,979,200
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	150.00	7,755,700	22,074,800	150.00	7,670,200	21,979,200
Removal of One-Time Expenditures	0.00	(95,800)	(143,400)	0.00	(11,500)	(53,800)
Base Adjustments	0.00	18,200	181,900	0.00	19,400	187,900
FY 2006 Base	150.00	7,678,100	22,113,300	150.00	7,678,100	22,113,300
Benefit Costs	0.00	30,100	134,700	0.00	23,300	104,300
Inflationary Adjustments	0.00	89,200	222,700	0.00	20,200	54,300
Replacement Items	0.00	57,000	414,100	0.00	0	0
Nonstandard Adjustments	0.00	1,700	14,900	0.00	1,700	14,900
Change in Employee Compensation	0.00	14,100	63,000	0.00	14,100	63,000
27th Payroll	0.00	62,100	279,200	0.00	62,100	279,200
FY 2006 Total	150.00	7,932,300	23,241,900	150.00	7,799,500	22,629,000
Change from Original Appropriation	0.00	193,700	1,008,300	0.00	60,900	395,400
% Change from Original Appropriation		2.5%	4.5%		0.8%	1.8%

Vocational Rehabilitation

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	150.00	7,738,600	1,036,200	13,458,800	22,233,600
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	12,900	0	47,600	60,500
Governor's Recommendation	0.00	12,900	0	47,600	60,500
1. Administrative Costs to Set Up Program					
			Community Supported Employment		
<p>This request is to reimburse the Vocational Rehabilitation program for the administrative costs incurred in setting up the Community Supported Employment (CSE) program. The appropriation and responsibility for the CSE program was transferred to this agency from Health & Welfare during the 2004 Legislative Session. The agency was provided with \$25,000 for operating costs for the current fiscal year. Startup costs have exceeded that amount by \$53,100. The agency purchased a web-based case management system for \$49,900 and expended \$3,200 for task force meetings. The agency also provided office furniture and computer equipment for the two new employees at a cost of \$5,800. The Agency is also requesting an additional \$24,000 to purchase vehicles for the employees. The total amount of this request is one-time and includes 2.00 FTP that were originally recommended to come from vacant positions within the agency but are now unavailable.</p>					
Agency Request	2.00	82,900	0	0	82,900
<p><i>The Governor recommends moving the requested dollars from trustee/benefits to operating and capital outlay to cover the one-time start-up costs.</i></p>					
Governor's Recommendation	2.00	0	0	0	0
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<p><i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i></p>					
Governor's Recommendation	0.00	(2,600)	0	(10,100)	(12,700)
Other Approp Adjustments					
<p>Transfers the FY 2005 appropriation for the State Independent Living Council (originally a budgeted program within Vocational Rehabilitation) to a separate agency.</p>					
Agency Request	(2.00)	(78,700)	(19,100)	(204,400)	(302,200)
Governor's Recommendation	(2.00)	(78,700)	(19,100)	(204,400)	(302,200)
FY 2005 Total Appropriation					
Agency Request	150.00	7,755,700	1,017,100	13,302,000	22,074,800
Governor's Recommendation	150.00	7,670,200	1,017,100	13,291,900	21,979,200
Non-Cognizable Funds and Transfers					
<p>Transfers the 1% one-time CEC into the appropriate program.</p>					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	150.00	7,755,700	1,017,100	13,302,000	22,074,800
Governor's Recommendation	150.00	7,670,200	1,017,100	13,291,900	21,979,200
Removal of One-Time Expenditures					
Agency Request	0.00	(95,800)	0	(47,600)	(143,400)
Governor's Recommendation	0.00	(11,500)	0	(42,300)	(53,800)

Vocational Rehabilitation

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Base Adjustments					
Transfers back a portion of the FY 2005 appropriation that was initially removed in the Other Approp Adjustments category. Vocational Rehabilitation is still required to be the payer of certain services in order for the State Independent Living Council to receive a federal match for General Funds.					
Agency Request	0.00	18,200	0	163,700	181,900
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	19,400	0	168,500	187,900
FY 2006 Base					
Agency Request	150.00	7,678,100	1,017,100	13,418,100	22,113,300
Governor's Recommendation	150.00	7,678,100	1,017,100	13,418,100	22,113,300
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	30,100	0	104,600	134,700
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	23,300	0	81,000	104,300
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments and a medical inflationary increase of 3.0% in trustee/benefit payments.					
Agency Request	0.00	89,200	13,200	120,300	222,700
<i>The Governor recommends no increase for general inflation, while a 3.0% increase for medical inflation is recommended.</i>					
Governor's Recommendation	0.00	20,200	0	34,100	54,300
Replacement Items					
The agency is requesting \$146,500 to upgrade, maintain, and renew licenses for computer software: \$36,700 is requested for Microsoft licensing, \$31,200 for Microsoft operating system upgrade, \$24,000 for Novell license renewals, \$51,600 for Gemini software maintenance, and \$3,000 for administrative software upgrades. A total of \$78,000 is also requested to replace six midsize passenger vehicles at \$13,000 each, \$12,800 is requested for telephone systems, \$154,200 for computer equipment, and \$22,600 for office equipment and furniture.					
Agency Request	0.00	57,000	0	357,100	414,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are decreased by \$500, Attorney General fees are increased by \$900, Controller fees are increased by \$6,500, and State Treasurer fees are increased by \$4,600. The agency also requests \$3,400 for a lease increase for the Lewiston office.					
Agency Request	0.00	1,700	0	13,200	14,900
Governor's Recommendation	0.00	1,700	0	13,200	14,900

Vocational Rehabilitation

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	14,100	0	48,900	63,000
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	14,100	0	48,900	63,000
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	62,100	0	217,100	279,200
Governor's Recommendation	0.00	62,100	0	217,100	279,200
FY 2006 Total					
Agency Request	150.00	7,932,300	1,030,300	14,279,300	23,241,900
Governor's Recommendation	150.00	7,799,500	1,017,100	13,812,400	22,629,000
Agency Request					
Change from Original App	0.00	193,700	(5,900)	820,500	1,008,300
% Change from Original App	0.0%	2.5%	(0.6%)	6.1%	4.5%
Governor's Recommendation					
Change from Original App	0.00	60,900	(19,100)	353,600	395,400
% Change from Original App	0.0%	0.8%	(1.8%)	2.6%	1.8%

Idaho Legislative Budget Book

Health and Human Services

2005 Legislative Session

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Medically Indigent Health Care

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	12,126,700	12,126,700	12,160,500	13,010,400	13,010,400
Dedicated	835,000	2,780,600	500,000	0	0
Total:	12,961,700	14,907,300	12,660,500	13,010,400	13,010,400
Percent Change:		15.0%	(15.1%)	2.8%	2.8%
BY OBJECT OF EXPENDITURE					
Operating Expenditures	0	4,600	0	0	0
Trustee/Benefit	0	14,902,700	0	0	0
Lump Sum	12,961,700	0	12,660,500	13,010,400	13,010,400
Total:	12,961,700	14,907,300	12,660,500	13,010,400	13,010,400

Department Description

Meet the needs of the medically indigent in Idaho who do not qualify for state or federal health and welfare programs, but who qualify for county assistance. The county is responsible for the first \$10,000 in medical bills incurred by the medical indigent in any twelve-month period. The Medically Indigent Health Care Program is responsible for all medical bills in excess of \$10,000.

Medically Indigent Health Care Agency Profile

Analyst: Holland-Smith

Strategic Planning Act Performance Measures

Selected Measures	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
1. Payment of medical bills for qualified medically indigent persons exceeding \$10,000				
a. Amount paid	\$13,534,500	\$14,404,945	\$15,406,088	\$16,476,811
b. Number of claims	816	1,039	1,091	1,145
c. Cost of average claim	\$16,856	\$17,762	\$14,121	\$14,390
2. Administrative fees and costs				
a. Contract for program administration	\$179,678	\$184,919	\$189,750	\$195,000
b. CAT board expenses	\$16,898	\$19,000	\$16,950	\$17,100
c. Administrative costs as % of claims paid	1.3%	1.5%	1.4%	1.4%
3. Reimbursements to CAT program from or on behalf of indigents				
a. Amount reimbursed	\$1,665,101	\$2,047,419	\$2,100,000	\$2,350,000
b. Number of claims	1,284	1,383	1,485	1,590
c. Amount of average annual reimbursement	\$1,297	\$1,480	\$1,414	\$1,478
4. Reimburse \$5,000 deductible to counties on cases related to tobacco use				
a. Amount paid to counties	\$435,000	\$363,363	\$500,000	\$550,000

Catastrophic Health Care Fund Analysis*

Fiscal Year	Beginning Balance	+ Approp	Reimb. & + Income	Fund - Expend.	Ending = Balance
1995	221,300	11,977,400	440,800	(11,789,800)	849,700
1996	849,700	7,557,300	863,700	(8,199,600)	1,071,100
1997	1,071,100	9,764,600	1,073,500	(9,272,400)	2,636,800
1998	2,636,800	9,764,600	1,249,500	(10,029,000)	3,621,900
1999	3,621,900	10,135,700	2,074,100	(11,329,600)	4,502,100
2000	4,502,100	5,885,700	2,998,700	(10,522,400)	2,864,100
2001	2,864,100	10,000,000	1,644,600	(11,851,200)	2,657,500
2002	2,657,500	9,600,000	1,788,400	(13,942,600)	103,300
2003	103,300	11,693,800	1,913,400	(13,710,500)	0
2004	0	12,126,700	2,272,300	(14,399,000)	0
2005 (est)**	0	13,860,500	2,225,000	(16,085,500)	0
2006 (est)		13,010,400	2,225,000	(15,235,400)	0

* The Catastrophic Health Care Fund Analysis does not include funding received from the Millennium Income Fund to reduce county deductibles for smoking related illnesses.

** The General Fund Appropriation for FY 2005, assumes the approval of a \$1.7 million supplemental.

Medically Indigent Health Care

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	12,160,500	12,660,500	0.00	12,160,500	12,660,500
1. CAT Fund Shortfall	0.00	1,700,000	1,700,000	0.00	1,700,000	1,700,000
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	0.00	13,860,500	14,360,500	0.00	13,860,500	14,360,500
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	0.00	13,860,500	14,360,500	0.00	13,860,500	14,360,500
Removal of One-Time Expenditures	0.00	(850,000)	(1,350,000)	0.00	(850,000)	(1,350,000)
FY 2006 Base	0.00	13,010,500	13,010,500	0.00	13,010,500	13,010,500
Nonstandard Adjustments	0.00	(100)	(100)	0.00	(100)	(100)
FY 2006 Program Maintenance	0.00	13,010,400	13,010,400	0.00	13,010,400	13,010,400
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	0.00	13,010,400	13,010,400	0.00	13,010,400	13,010,400
Change from Original Appropriation	0.00	849,900	349,900	0.00	849,900	349,900
% Change from Original Appropriation		7.0%	2.8%		7.0%	2.8%

Medically Indigent Health Care

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.00	12,160,500	500,000	0	12,660,500

1. CAT Fund Shortfall

A supplemental is requested to fund costs that are expected to exceed the current year appropriation. Of the total request \$850,000 is one-time and \$850,000 is ongoing.

Agency Request	0.00	1,700,000	0	0	1,700,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,700,000</i>	<i>0</i>	<i>0</i>	<i>1,700,000</i>

Other Approp Adjustments

Lump sum appropriation distribution of the supplemental that nets to zero.

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2005 Total Appropriation					
Agency Request	0.00	13,860,500	500,000	0	14,360,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,860,500</i>	<i>500,000</i>	<i>0</i>	<i>14,360,500</i>

Non-Cognizable Funds and Transfers

Lump sum appropriation distribution that nets to zero.

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2005 Estimated Expenditures					
Agency Request	0.00	13,860,500	500,000	0	14,360,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,860,500</i>	<i>500,000</i>	<i>0</i>	<i>14,360,500</i>

Removal of One-Time Expenditures

Removes one-time appropriations from the Millennium Fund of \$500,000 that was provided to reduce county deductible payments from \$10,000 to \$5,000 in caring for indigent persons with tobacco-related cancers and respiratory diseases; and \$850,000 that was requested as one-time in the FY 2005 Supplemental.

Agency Request	0.00	(850,000)	(500,000)	0	(1,350,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(850,000)</i>	<i>(500,000)</i>	<i>0</i>	<i>(1,350,000)</i>

FY 2006 Base					
Agency Request	0.00	13,010,500	0	0	13,010,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,010,500</i>	<i>0</i>	<i>0</i>	<i>13,010,500</i>

Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services.

Agency Request	0.00	(100)	0	0	(100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(100)</i>	<i>0</i>	<i>0</i>	<i>(100)</i>

FY 2006 Program Maintenance					
Agency Request	0.00	13,010,400	0	0	13,010,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,010,400</i>	<i>0</i>	<i>0</i>	<i>13,010,400</i>

Medically Indigent Health Care

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Lump Sum or Other Adjustments					
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code.					
Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Total					
Agency Request	0.00	13,010,400	0	0	13,010,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,010,400</i>	<i>0</i>	<i>0</i>	<i>13,010,400</i>
Agency Request					
Change from Original App	0.00	849,900	(500,000)	0	349,900
% Change from Original App		7.0%	(100.0%)		2.8%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>849,900</i>	<i>(500,000)</i>	<i>0</i>	<i>349,900</i>
<i>% Change from Original App</i>		<i>7.0%</i>	<i>(100.0%)</i>		<i>2.8%</i>

Idaho Legislative Budget Book

Department of Health and Welfare

2005 Legislative Session

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Department of Health and Welfare

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Family & Community Services	147,793,500	148,926,700	147,003,900	171,497,500	169,809,800
Independent Councils	3,975,000	4,230,600	3,968,700	4,751,000	4,699,000
Indirect Support Services	42,512,800	42,402,000	39,767,000	37,009,800	36,722,000
Medical Assistance	865,278,600	1,005,855,200	1,051,401,100	1,217,148,200	1,156,031,200
Public Health Services	63,930,200	68,140,100	68,635,800	79,856,700	79,001,100
Welfare, Division of	117,383,000	119,770,500	121,057,300	132,604,300	128,288,900
Total:	1,240,873,100	1,389,325,100	1,431,833,800	1,642,867,500	1,574,552,000
BY FUND CATEGORY					
General	360,810,800	360,386,900	407,551,900	482,251,400	460,064,000
Dedicated	85,007,000	110,298,000	94,284,000	109,794,200	109,707,600
Federal	795,055,300	918,640,200	929,997,900	1,050,821,900	1,004,780,400
Total:	1,240,873,100	1,389,325,100	1,431,833,800	1,642,867,500	1,574,552,000
Percent Change:		12.0%	3.1%	14.7%	10.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	147,722,300	142,768,200	155,622,900	174,343,900	171,785,300
Operating Expenditures	109,377,400	106,700,400	108,554,200	103,005,000	100,736,600
Capital Outlay	1,247,700	6,292,400	0	690,200	58,100
Trustee/Benefit	982,025,700	1,133,564,100	1,167,156,700	1,364,828,400	1,301,972,000
Lump Sum	500,000	0	500,000	0	0
Total:	1,240,873,100	1,389,325,100	1,431,833,800	1,642,867,500	1,574,552,000
Full-Time Positions (FTP)	2,805.41	2,883.49	2,893.66	3,123.16	3,083.16

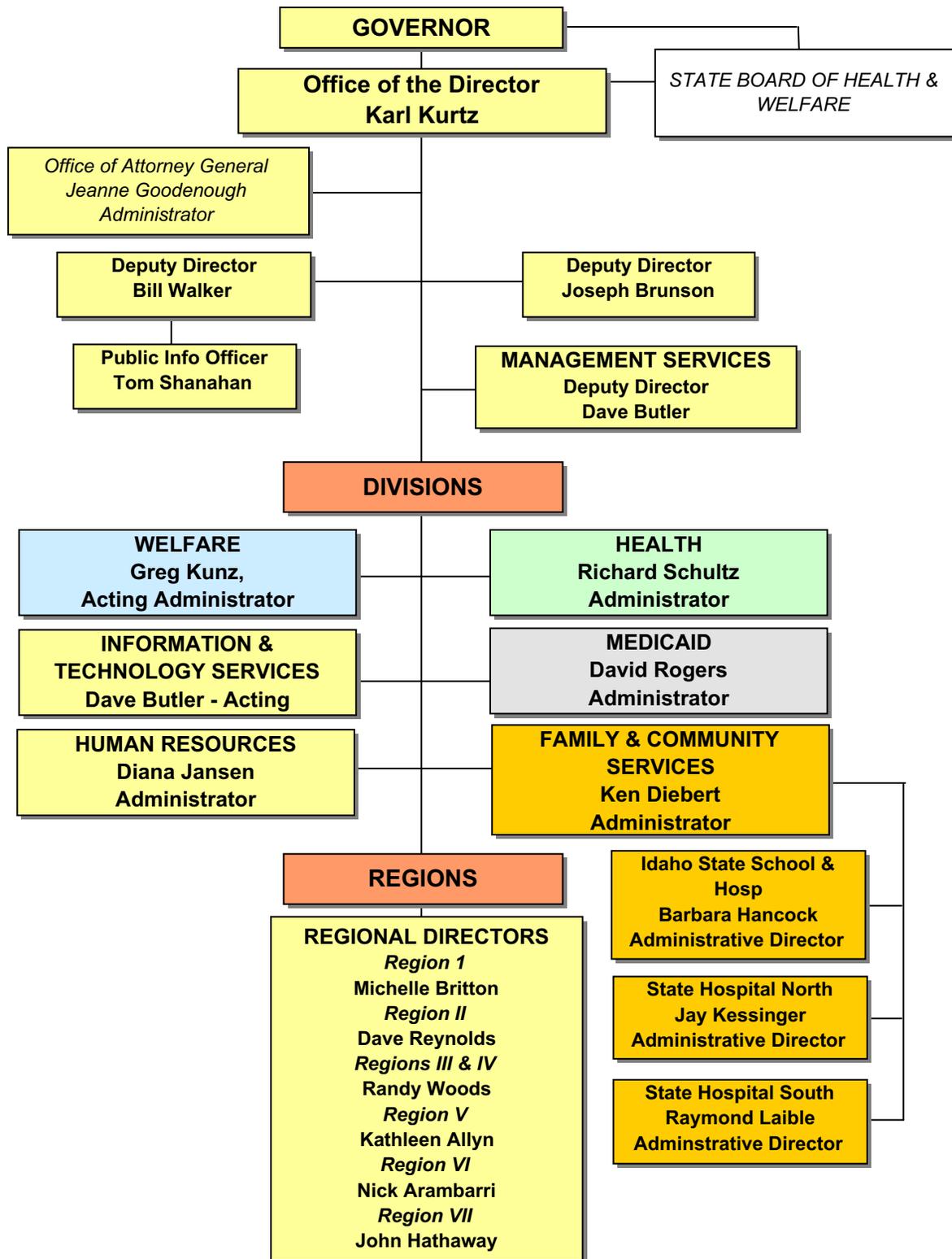
Department Description

The Idaho Department of Health and Welfare provides services and regulatory programs in partnerships with taxpayers, consumers, and providers to promote economic well-being, support vulnerable children and adults, enhance public health, and encourage self-sufficiency.

Department of Health Welfare Agency Profile

Analyst: Holland-Smith

Organizational Chart



Department of Health & Welfare

Agency Profile

Analyst: Holland-Smith

CASELOAD MEASURES	FY 2002	FY 2003	% Chg	FY 2004	% Chg
1. Child Protection Referrals					
Region 1	751	676	-10%	741	10%
Region 2	629	630	0%	557	-12%
Region 3	1,181	1,128	-4%	1,204	7%
Region 4	2,159	1,846	-14%	2,172	18%
Region 5	1,390	1,412	2%	1,374	-3%
Region 6	1,030	877	-15%	897	2%
Region 7	742	827	11%	767	-7%
TOTAL	7,882	7,396	-6%	7,712	4%
2. Substantiated Child Protection Cases					
Region 1	103	106	3%	161	52%
Region 2	27	27	0%	40	48%
Region 3	157	197	25%	209	6%
Region 4	216	182	-16%	277	52%
Region 5	148	202	36%	257	27%
Region 6	158	110	-30%	123	12%
Region 7	52	97	87%	86	-11%
TOTAL	861	921	7%	1,153	25%
3. Foster Care Placements					
Total children placed	2,260	2,382	5%	2,904	22%
Foster Care - fiscal yr end	1,107	1,204	9%	1,405	17%
Residential - fiscal yr end	108	138	28%	159	15%
Total at fiscal year end	1,215	1,342	10%	1,564	17%
4. Adult Mental Health Services - Medicaid					
Region 1	556	587	6%	283	-52%
Region 2	359	352	-2%	236	-33%
Region 3	362	444	23%	370	-17%
Region 4	587	651	11%	433	-33%
Region 5	311	272	-13%	242	-11%
Region 6	516	492	-5%	269	-45%
Region 7	554	480	-13%	217	-55%
TOTAL	3,245	3,278	1%	2,050	-37%
5. Adult Mental Health Services - Non-Medicaid					
Region 1	1,853	2,395	29%	4,248	77%
Region 2	466	430	-8%	896	108%
Region 3	878	1,761	101%	2,639	50%
Region 4	2,030	1,738	-14%	3,768	117%
Region 5	617	402	-35%	1,019	153%
Region 6	809	1,228	52%	2,037	66%
Region 7	2,327	2,800	20%	5,127	83%
TOTAL	8,980	10,754	20%	19,734	84%

Department of Health & Welfare

Agency Profile

Analyst: Holland-Smith

CASELOAD MEASURES	FY 2002	FY 2003	% Chg	FY 2004	% Chg
6. Substance Abuse Treatment - Adults					
Region 1	717	737	3%	889	21%
Region 2	397	444	12%	563	27%
Region 3	895	781	-13%	922	18%
Region 4	901	674	-25%	937	39%
Region 5	675	571	-15%	607	6%
Region 6	583	534	-8%	566	6%
Region 7	850	668	-21%	547	-18%
SUBTOTAL	5,018	4,409	-12%	5,031	14%
7. Substance Abuse Treatment - Adolescents					
Region 1	138	94	-32%	115	22%
Region 2	94	119	27%	105	-12%
Region 3	222	174	-22%	152	-13%
Region 4	182	112	-38%	126	13%
Region 5	230	177	-23%	194	10%
Region 6	180	178	-1%	164	-8%
Region 7	95	109	15%	93	-15%
SUBTOTAL	1,141	963	-16%	949	-1%
TOTAL TREATED	6,159	5,372	-13%	5,980	11%
8. Child Support					
Average Monthly Caseload	93,555	102,852	10%	111,283	8%
Amount Collected	\$142,184,494	\$147,570,700	4%	\$155,249,555	5%
9. Idaho Child Care Program					
Average Monthly Caseload		9,718	na	9,413	-3%
Annual Payments		\$28,942,454	na	\$29,489,689	2%
10. Food Stamps - Average Monthly Participation					
Region 1	10,687	11,784	10%	12,370	5%
Region 2	5,216	5,808	11%	6,275	8%
Region 3	14,170	16,846	19%	20,525	22%
Region 4	12,467	15,218	22%	17,601	16%
Region 5	7,406	8,164	10%	9,474	16%
Region 6	9,960	11,786	18%	13,469	14%
Region 7	7,331	8,731	19%	10,190	17%
TOTAL	67,237	78,337	17%	89,904	15%
11. Food Stamps - Benefit Payments 100% Federal					
Region 1	9,355,760	10,946,998	17%	12,194,453	11%
Region 2	4,566,262	5,395,465	18%	6,185,949	15%
Region 3	12,404,895	15,649,450	26%	20,233,723	29%
Region 4	10,914,032	14,137,085	30%	17,351,219	23%
Region 5	6,483,462	7,584,122	17%	9,339,551	23%
Region 6	8,719,320	10,948,855	26%	13,277,857	21%
Region 7	6,417,804	8,110,848	26%	10,045,390	24%
TOTAL	\$58,861,535	\$72,772,823	24%	\$88,628,142	22%

Department of Health & Welfare

Agency Profile

Analyst: Holland-Smith

CASELOAD MEASURES	FY 2002	FY 2003	% Chg	FY 2004	% Chg
12. Temporary Assistance for Families in Idaho (TAFI) - Average Monthly Participation					
Region 1	344	433	26%	430	-1%
Region 2	181	219	21%	230	5%
Region 3	599	847	41%	985	16%
Region 4	491	627	28%	709	13%
Region 5	246	277	13%	377	36%
Region 6	308	321	4%	383	19%
Region 7	135	181	34%	251	39%
TOTAL	2,304	2,905	26%	3,365	16%
13. Temporary Assistance for Families in Idaho (TAFI) - Benefit Payments					
Region 1	790,965	970,365	23%	922,016	-5%
Region 2	416,176	490,785	18%	493,171	0%
Region 3	1,377,291	1,898,150	38%	2,112,059	11%
Region 4	1,128,965	1,405,124	24%	1,520,254	8%
Region 5	565,632	620,765	10%	808,371	30%
Region 6	708,190	719,370	2%	821,237	14%
Region 7	310,408	405,626	31%	538,200	33%
TOTAL	\$5,297,627	\$6,510,185	23%	\$7,215,308	11%
14. Aid to Aged, Blind, and Disabled (AABD) - Average Monthly Participation					
Region 1	1,983	2,040	3%	2,092	3%
Region 2	1,208	1,226	1%	1,281	4%
Region 3	1,983	2,024	2%	2,222	10%
Region 4	2,059	2,137	4%	2,252	5%
Region 5	1,081	1,128	4%	1,170	4%
Region 6	1,504	1,547	3%	1,576	2%
Region 7	1,124	1,123	0%	1,174	5%
TOTAL	10,942	11,225	3%	11,767	5%
15. Aid to Aged, Blind, and Disabled (AABD) - Benefit Payments					
Region 1	1,492,792	1,377,082	-8%	1,385,884	1%
Region 2	909,540	827,521	-9%	848,288	3%
Region 3	1,492,729	1,366,616	-8%	1,471,546	8%
Region 4	1,549,881	1,442,858	-7%	1,491,748	3%
Region 5	814,119	761,463	-6%	775,099	2%
Region 6	1,132,063	1,044,319	-8%	1,044,008	0%
Region 7	846,490	758,537	-10%	777,583	3%
TOTAL	8,237,614	7,578,396	-8%	7,794,156	3%

Department of Health & Welfare

Agency Profile

Analyst: Holland-Smith

CASELOAD MEASURES	FY 2002	FY 2003	% Chg	FY 2004	% Chg
16. Medicaid - Average Monthly Participation					
Region 1	20,399	21,477	5%	21,999	2%
Region 2	10,044	10,454	4%	10,943	5%
Region 3	30,080	32,717	9%	35,601	9%
Region 4	25,695	27,785	8%	29,785	7%
Region 5	18,867	19,963	6%	20,848	4%
Region 6	19,654	21,125	7%	22,378	6%
Region 7	17,218	19,159	11%	21,032	10%
TOTAL	141,957	152,680	8%	162,586	6%
17. Medicaid - Annual Payments					
Region 1	111,595,800	122,317,200	10%	131,156,100	7%
Region 2	54,947,500	59,538,300	8%	65,239,700	10%
Region 3	164,558,600	186,333,100	13%	212,247,100	14%
Region 4	140,565,500	158,242,100	13%	177,571,900	12%
Region 5	103,212,100	113,696,800	10%	124,289,300	9%
Region 6	107,519,700	120,315,300	12%	133,413,200	11%
Region 7	94,190,500	109,116,000	16%	125,389,800	15%
TOTAL	\$776,589,700	\$869,558,800	12%	\$969,307,100	11%
18. Medicaid - Participant Eligible by Category					
ELDERLY AND DISABLED	FY 2003	FY 2004	% Chg	FY 2005	% Chg
Aged Receives *Cash	2,033	2,028	0%	2,060	2%
Children Receives Cash	769	825	7%	915	11%
Adults Receives Cash	8,165	8,619	6%	9,164	6%
Katie Beckett - **No Cash	1,171	1,304	11%	1,448	11%
Nursing Home Children NC	65	63	-3%	59	-6%
Nursing Home Adults NC	3,610	3,625	0%	3,547	-2%
Other Children No Cash	3,003	3,220	7%	3,384	5%
Other Adults No Cash	15,264	16,224	6%	17,232	6%
FAMILY RELATED					
TAFI Children Cash Assist.	1,757	1,902	8%	1,857	-2%
TAFI Adults Cash Assist.	529	612	16%	548	-10%
Medicaid Only Children	21,404	22,711	6%	24,163	6%
Medicaid Only Adults	11,710	12,649	8%	13,621	8%
***PWC Children	65,569	70,493	8%	73,344	4%
PWC Adults	6,268	7,074	13%	7,252	3%
CHIP A	11,361	11,236	-1%	11,488	2%
CHIP B	0	0	0%	1,799	na
TOTAL	152,678	162,585	6%	171,881	6%

* Cash = Recipient is also receiving cash assistance from programs other than Medicaid.

** NC = No Cash benefits in addition to Medicaid. All Medicaid payments go directly to providers.

*** PWC = Pregnant Women with Children

Department of Health and Welfare

Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	2,893.66	407,551,900	1,431,833,800	2,893.66	407,551,900	1,431,833,800
Reappropriations	0.00	0	4,803,500	0.00	0	4,803,500
HB 805 One-time 1% Salary Increase	0.00	871,500	1,380,300	0.00	871,500	1,380,300
Supplementals						
Family and Community Services						
1. Child Protection Workers & Services	15.00	2,806,900	3,513,900	15.00	2,806,900	3,513,900
4. Access to Substance Abuse Services	3.00	0	7,592,000	3.00	0	7,592,000
8. IT Contractor Savings	0.00	(168,500)	(269,700)	0.00	(168,500)	(269,700)
Independent Councils						
9. Increased Workload	1.00	0	572,600	1.00	0	572,600
Indirect Support Services						
7. IT Contractors to State Staff	21.00	484,600	881,100	21.00	484,600	881,100
8. IT Contractors - Savings Generated	0.00	(80,800)	(161,500)	0.00	(80,800)	(161,500)
Medical Assistance Services						
3. Medicaid Use Increases	0.00	15,457,900	65,719,900	0.00	15,457,900	65,719,900
5. Medicaid Buy-In for Disabled	3.00	0	102,800	3.00	0	102,800
6. Adult Access Card Program	3.00	0	124,700	3.00	0	124,700
Public Health Services						
8. IT Contractor Savings	0.00	(40,400)	(161,500)	0.00	(40,400)	(161,500)
Division of Welfare						
2. Growth in Eligibility for Programs	43.00	661,200	1,322,400	43.00	661,200	1,322,400
8. IT Contractors Savings	0.00	(198,300)	(440,600)	0.00	(198,300)	(440,600)
Governor's Rescission	0.00	0	0	0.00	(371,700)	(669,300)
FY 2005 Total Appropriation	2,982.66	427,346,000	1,516,813,700	2,982.66	426,974,300	1,516,144,400
Non-Cognizable Funds and Transfers	0.00	0	6,391,800	0.00	0	6,391,800
FY 2005 Estimated Expenditures	2,982.66	427,346,000	1,523,205,500	2,982.66	426,974,300	1,522,536,200
Removal of One-Time Expenditures	0.00	(1,174,800)	(27,663,100)	0.00	(1,024,500)	(27,397,500)
Base Adjustments	0.00	0	0	0.00	221,400	403,700
FY 2006 Base	2,982.66	426,171,200	1,495,542,400	2,982.66	426,171,200	1,495,542,400
Benefit Costs	0.00	1,648,600	2,593,500	0.00	1,276,100	2,007,400
Inflationary Adjustments	0.00	31,427,300	102,741,900	0.00	11,600,500	38,776,200
Replacement Items	0.00	384,600	632,100	0.00	0	0
Nonstandard Adjustments	0.00	3,491,500	18,556,700	0.00	3,491,500	18,556,700
Annualizations	20.00	663,200	2,940,100	20.00	437,000	2,560,600
Change in Employee Compensation	0.00	926,400	1,450,700	0.00	926,400	1,450,700
27th Payroll	0.00	3,356,200	5,239,700	0.00	3,356,200	5,239,700
Fund Shifts	0.00	7,934,200	0	0.00	7,934,200	0
FY 2006 Program Maintenance	3,002.66	476,003,200	1,629,697,100	3,002.66	455,193,100	1,564,133,700
Enhancements						
Family and Community Services						
5. Complete Rural ACT Teams	16.00	708,800	876,700	16.00	708,800	876,700
6. Children's Mental Health Positions	13.50	2,033,800	2,188,500	13.50	1,954,000	2,094,600
8. Expand Child Welfare Academies	0.00	124,000	145,900	0.00	124,000	145,900
11. Early Hearing Detection & Intervention	0.00	82,000	82,000	0.00	82,000	82,000
Independent Councils						
12. Staff Restoration for DD Council	1.00	0	58,700	1.00	0	58,700
13. Specialized Telecommunications Devices	0.00	10,000	10,000	0.00	10,000	10,000
Indirect Support Services						
7. Citibank Call Center Relocation	0.00	124,700	267,600	0.00	124,700	267,600
14. Criminal History Checks	9.00	0	1,158,300	9.00	0	1,158,300
Medical Assistance Services						
4. Estate Recovery	3.00	(34,200)	171,000	3.00	37,700	242,900
9. Mental Hlth Care Provider Credentialing	1.00	7,200	(245,000)	1.00	7,200	(245,000)
10. Community Based Long-Term Care	7.00	99,700	398,500	7.00	99,700	398,500

Department of Health and Welfare

Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
15. Health Facility Surveyors	4.00	151,600	303,200	4.00	138,800	277,600
17. Develop County Options Project	1.00	56,600	113,200	1.00	56,600	113,200
Public Health Services						
3. Add'l Vaccine for School Entry Rules	0.00	60,000	60,000	0.00	0	0
18. Match Appropriation to Cash	0.00	0	444,600	0.00	0	444,600
Division of Welfare						
1. Child Support Caseload Increases	25.00	527,800	1,552,700	25.00	473,400	1,392,700
2. Food Stamp Caseload Increases	40.00	1,242,200	2,484,500	0.00	0	0
16. Fin. Integrity for Child Support Program	0.00	1,054,000	3,100,000	0.00	1,054,000	3,100,000
FY 2006 Total	3,123.16	482,251,400	1,642,867,500	3,083.16	460,064,000	1,574,552,000
Chg from FY 2005 Orig Approp.	229.50	74,699,500	211,033,700	189.50	52,512,100	142,718,200
% Chg from FY 2005 Orig Approp.	7.9%	18.3%	14.7%	6.5%	12.9%	10.0%

Family and Community Services

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Children's Services	55,676,700	57,405,400	56,718,100	70,580,200	69,612,800
Developmental Disabilities	17,693,500	16,435,800	14,177,200	15,357,900	15,248,500
Community Mental Health	18,477,800	17,910,300	18,283,900	19,536,300	19,398,500
ISSH	20,027,100	20,503,600	20,869,400	22,096,400	21,999,100
State Hospital North	5,802,100	5,802,000	5,949,500	6,349,900	6,302,600
State Hospital South	15,941,500	16,779,900	16,548,200	17,174,700	17,095,900
Substance Abuse Services	14,174,800	14,089,700	14,457,600	20,402,100	20,152,400
Total:	147,793,500	148,926,700	147,003,900	171,497,500	169,809,800
BY FUND CATEGORY					
General	63,813,700	63,050,000	62,534,400	77,663,300	76,341,900
Dedicated	12,513,300	11,582,100	12,219,100	11,794,800	11,794,800
Federal	71,466,500	74,294,600	72,250,400	82,039,400	81,673,100
Total:	147,793,500	148,926,700	147,003,900	171,497,500	169,809,800
Percent Change:		0.8%	(1.3%)	16.7%	15.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	81,129,500	77,356,400	83,073,900	88,569,600	88,252,800
Operating Expenditures	28,679,600	27,889,200	27,270,800	30,221,000	29,753,700
Capital Outlay	454,300	939,000	0	470,000	58,100
Trustee/Benefit	37,530,100	42,742,100	36,659,200	52,236,900	51,745,200
Total:	147,793,500	148,926,700	147,003,900	171,497,500	169,809,800
Full-Time Positions (FTP)	1,589.21	1,574.23	1,575.39	1,621.39	1,621.39

Division Description

The Division of Family and Community Services has primary responsibility for child protection; adoptions and foster care; children's and adult mental health; services to people with developmental disabilities; early intervention and screening for infants and toddlers; and substance abuse prevention and treatment.

These programs are integrated to provide services for children and families that reflect the Department's family-centered philosophy. This philosophy affirms the belief that families are the best place for children to grow and develop, and services focus on the entire family unit, building on family strengths while supporting and empowering families to be self-reliant.

Idaho has three state hospitals. State Hospital South (SHS) in Blackfoot and State Hospital North (SHN) in Orofino, provide treatment for adults with serious mental illness. In addition, SHS has an adolescent unit, and SHN provides inpatient services for people with a dual diagnosis of mental illness and substance abuse. As part of the statewide developmental disabilities service delivery system, Idaho State School and Hospital (ISSH) in Nampa is a specialized provider of services to the most severely impaired clients in the state. ISSH serves only those clients who have no other placement option due to severe behavior or medical issues.

Children's Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	461.97	22,167,900	56,718,100	461.97	22,167,900	56,718,100
HB 805 One-time 1% Salary Increase	0.00	194,300	227,400	0.00	194,300	227,400
1. Child Protection Workers & Services	15.00	2,806,900	3,513,900	15.00	2,806,900	3,513,900
8. IT Contractor Savings	0.00	(101,200)	(202,400)	0.00	(101,200)	(202,400)
Governor's Rescission	0.00	0	0	0.00	(51,300)	(53,200)
FY 2005 Total Appropriation	476.97	25,067,900	60,257,000	476.97	25,016,600	60,203,800
Fund Adjustment (Non-cognizable)	(0.50)	0	2,462,000	(0.50)	0	2,462,000
Transfer Between Programs	0.00	(23,300)	(23,300)	0.00	(23,300)	(23,300)
FY 2005 Estimated Expenditures	476.47	25,044,600	62,695,700	476.47	24,993,300	62,642,500
Removal of One-Time Expenditures	0.00	(249,100)	(2,753,900)	0.00	(197,800)	(2,700,700)
FY 2006 Base	476.47	24,795,500	59,941,800	476.47	24,795,500	59,941,800
Benefit Costs	0.00	354,900	417,600	0.00	274,700	323,200
General Inflation	0.00	345,000	438,100	0.00	0	0
Replacement Vehicles	0.00	51,100	97,900	0.00	0	0
Replacement Computers	0.00	118,000	138,800	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	2,100	4,000	0.00	2,100	4,000
Annualization - Child Protect Wrkrs	0.00	449,900	529,300	0.00	361,300	425,000
Annualization - IT Contractor Savings	0.00	(301,200)	(602,300)	0.00	(301,200)	(602,300)
CEC Permanent Employees	0.00	193,400	227,600	0.00	193,400	227,600
CEC Temporary Employees	0.00	6,800	8,000	0.00	6,800	8,000
27th Payroll	0.00	756,600	890,200	0.00	756,600	890,200
NS Adjustment - Non-State Office Rent	0.00	10,800	20,800	0.00	10,800	20,800
NS Adjustment - NonCog Ongoing	0.00	0	2,462,000	0.00	0	2,462,000
NS Adjustment - Growth in Foster Care	0.00	2,689,400	3,164,000	0.00	2,689,400	3,164,000
NS Adjustment - Adoption Subsidy	0.00	279,400	508,000	0.00	279,400	508,000
Fund Shift - FMAP Change	0.00	56,100	0	0.00	56,100	0
Fund Shift - Children's Mental Health	0.00	409,000	0	0.00	409,000	0
FY 2006 Program Maintenance	476.47	30,216,800	68,245,800	476.47	29,533,900	67,372,300
6. Children's Mental Health Positions	13.50	2,033,800	2,188,500	13.50	1,954,000	2,094,600
8. Expand Child Welfare Academies	0.00	124,000	145,900	0.00	124,000	145,900
FY 2006 Total	489.97	32,374,600	70,580,200	489.97	31,611,900	69,612,800
Change from Original Appropriation	28.00	10,206,700	13,862,100	28.00	9,444,000	12,894,700
% Change from Original Appropriation		46.0%	24.4%		42.6%	22.7%

Children's Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	461.97	22,167,900	1,294,800	33,255,400	56,718,100
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	194,300	0	33,100	227,400
Governor's Recommendation	0.00	194,300	0	33,100	227,400

1. Child Protection Workers & Services

This request is for funding to add child protection services and related foster and residential care. To cope with the increasing demand for services paid out of operating expenditures and trustee/benefits the department has kept 27 positions vacant to generate savings to pay for foster care expenses in FY 2005, and it estimates it would need to operate with 28 more vacancies to cover the projected increase in foster care for FY 2006.

The department is requesting funding to hire 13 new social workers and two supervisors effective December 20, 2004 for a total personnel request of \$401,400. Operating expenditures are requested for the new personnel (\$7,000 per employee for six months) for a total of \$104,300. In addition, \$64,500 is requested for vehicle maintenance, computers, and office furniture. This request will be funded with 85% General Funds for personnel, operating and one-time capital expenses. The remaining 15% will be funded with Title IV E Foster Care/Adoptions and Medicaid. The department will be requesting six-months funding for personnel and operating expenditures in an Annualization decision unit. In addition the department is requesting \$2,943,700 in trustee/benefits for residential foster care and adoption subsidies. This will allow the department the positions left vacant to generate funding for trustee/benefits.

Agency Request	15.00	2,806,900	0	707,000	3,513,900
Governor's Recommendation	15.00	2,806,900	0	707,000	3,513,900

8. IT Contractor Savings

The department is requesting to use operating expenditures for contract IT support and maintenance from throughout the different divisions and transfer those dollars into personnel costs in the Indirect Support Services Division. These funds would be used to hire 20 information technology professionals in FY 2005 and 20 in FY 2006. If this request is approved the following amount will be removed from this program and appropriated in Indirect Support Services Division.

Agency Request	0.00	(101,200)	0	(101,200)	(202,400)
Governor's Recommendation	0.00	(101,200)	0	(101,200)	(202,400)

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805.

Governor's Recommendation	0.00	(51,300)	0	(1,900)	(53,200)
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FY 2005 Total Appropriation					
Agency Request	476.97	25,067,900	1,294,800	33,894,300	60,257,000
Governor's Recommendation	476.97	25,016,600	1,294,800	33,892,400	60,203,800

Fund Adjustment (Non-cognizable)

The department is transferring .50 FTP to Indirect Support Services and increasing spending authority in operating expenditures by \$1,363,200, and trustee/benefits by \$1,098,800.

Agency Request	(0.50)	0	0	2,462,000	2,462,000
Governor's Recommendation	(0.50)	0	0	2,462,000	2,462,000

Children's Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Transfer Between Programs

Personnel costs are being transferred to Indirect Support Services for increases in termination payoffs.

Agency Request	0.00	(23,300)	0	0	(23,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(23,300)</i>	<i>0</i>	<i>0</i>	<i>(23,300)</i>

FY 2005 Estimated Expenditures					
Agency Request	476.47	25,044,600	1,294,800	36,356,300	62,695,700
<i>Governor's Recommendation</i>	<i>476.47</i>	<i>24,993,300</i>	<i>1,294,800</i>	<i>36,354,400</i>	<i>62,642,500</i>

Removal of One-Time Expenditures

Removes non-cognizable spending increases and one-time salary increase provided by HB 805.

Agency Request	0.00	(249,100)	0	(2,504,800)	(2,753,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(197,800)</i>	<i>0</i>	<i>(2,502,900)</i>	<i>(2,700,700)</i>

FY 2006 Base					
Agency Request	476.47	24,795,500	1,294,800	33,851,500	59,941,800
<i>Governor's Recommendation</i>	<i>476.47</i>	<i>24,795,500</i>	<i>1,294,800</i>	<i>33,851,500</i>	<i>59,941,800</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	354,900	0	62,700	417,600
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>274,700</i>	<i>0</i>	<i>48,500</i>	<i>323,200</i>
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General Inflation

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	345,000	0	93,100	438,100
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Replacement Vehicles

Request is to replace five vans at a cost of \$17,000 each for a total of \$85,000, and an additional \$12,900 for one sedan.

Agency Request	0.00	51,100	0	46,800	97,900
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Replacement Computers

The request is to replace 269 desktop computers at a unit cost of \$516.

Agency Request	0.00	118,000	0	20,800	138,800
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Children's Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
NS Adjustment - Bldg Svcs Space Charge					
The department is requesting funding for the increase in building services space charges.					
Agency Request	0.00	2,100	0	1,900	4,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,100</i>	<i>0</i>	<i>1,900</i>	<i>4,000</i>
Annualization - Child Protect Wrkrs					
The department is requesting six months funding for personnel and operating expenditures for the child protection workers requested in the Supplemental decision unit. This request will be funded with 85% General Funds for personnel, operating and one-time capital expenses. The remaining 15% will be funded with Title IV E Foster Care/Adoptions and Medicaid. Personnel costs total \$425,000 (including \$23,600 one-time for 27th Payroll), and operating expenditures total \$104,300.					
Agency Request	0.00	449,900	0	79,400	529,300
<i>The Governor recommends reducing operating expenditures from \$208,600 per year down to \$104,300. That amount of operating expenditures was recommended in the supplemental decision unit.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>361,300</i>	<i>0</i>	<i>63,700</i>	<i>425,000</i>
Annualization - IT Contractor Savings					
As part of the proposal to convert contract IT professionals to state employees the department is requesting to reduce operating expenditures in the current program by the following amount and transfer that funding to Indirect Support Services.					
Agency Request	0.00	(301,200)	0	(301,100)	(602,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(301,200)</i>	<i>0</i>	<i>(301,100)</i>	<i>(602,300)</i>
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	193,400	0	34,200	227,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>193,400</i>	<i>0</i>	<i>34,200</i>	<i>227,600</i>
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	6,800	0	1,200	8,000
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,800</i>	<i>0</i>	<i>1,200</i>	<i>8,000</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	756,600	0	133,600	890,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>756,600</i>	<i>0</i>	<i>133,600</i>	<i>890,200</i>
NS Adjustment - Non-State Office Rent					
The department is requesting funding for the increase in office rent in privately-owned buildings.					
Agency Request	0.00	10,800	0	10,000	20,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>10,800</i>	<i>0</i>	<i>10,000</i>	<i>20,800</i>

Children's Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
NS Adjustment - NonCog Ongoing					
The department is requesting that the noncognizable spending increases authorized in FY 2005 be made permanent. Operating expenditures are being increased by \$1,363,200, and trustee/benefits by \$1,098,800.					
Agency Request	0.00	0	0	2,462,000	2,462,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>2,462,000</i>	<i>2,462,000</i>
NS Adjustment - Growth in Foster Care					
Foster care growth is projected to be 20% higher in FY 2006. The FY 2006 Base is \$12,757,900. In addition, the department is requesting to increase foster care and residential care rates by 4% at a cost of \$612,400.					
Agency Request	0.00	2,689,400	0	474,600	3,164,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,689,400</i>	<i>0</i>	<i>474,600</i>	<i>3,164,000</i>
NS Adjustment - Adoption Subsidy					
The adoption program provides financial assistance to adoptive families to help offset their expenses in caring for children who have suffered the trauma of abuse, or struggle with significant physical or medical health needs. The state paid out \$458,100 in FY 2004 for state-subsidized adoptions with an average monthly payment of \$302 per child. The department estimates it will spend \$595,500 in FY 2005 (30% increase), and is requesting \$178,700 in General Funds to raise that amount to \$774,200 in FY 2006 (30% increase).					
In addition, the department is requesting a total of \$329,300 for Title IV-E adoption subsidies for special needs children. This request is for \$100,700 from the General Fund and \$228,600 from federal funds. This increase will allow the department to aggressively recruit adoptive families. At the end of FY 2003 there were 805 children receiving adoption assistance, and there were 905 by the end of FY 2004.					
Agency Request	0.00	279,400	0	228,600	508,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>279,400</i>	<i>0</i>	<i>228,600</i>	<i>508,000</i>
Fund Shift - FMAP Change					
The Federal Medical Assistance Participation (FMAP) rate is scheduled to change from 70.58% to 69.953%					
Agency Request	0.00	56,100	0	(56,100)	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>56,100</i>	<i>0</i>	<i>(56,100)</i>	<i>0</i>
Fund Shift - Children's Mental Health					
The agency is requesting a fund shift due to the change in the match rate for the Children's Mental Health Initiative Cooperative Agreement from 75% federal to 50% federal.					
Agency Request	0.00	409,000	0	(409,000)	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>409,000</i>	<i>0</i>	<i>(409,000)</i>	<i>0</i>
FY 2006 Program Maintenance					
Agency Request	476.47	30,216,800	1,294,800	36,734,200	68,245,800
<i>Governor's Recommendation</i>	<i>476.47</i>	<i>29,533,900</i>	<i>1,294,800</i>	<i>36,543,600</i>	<i>67,372,300</i>

Children's Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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6. Children's Mental Health Positions

This decision unit reinstates 13.5 positions for children's mental health services. The department received the authority and funding for 25 new positions in children's mental health services in the appropriation process in FY 2002 and FY 2003. Budget reductions in FY 2003 resulted in the reduction of 13.5 of these positions. For each individual position the department is requesting \$58,200 in personnel costs, \$13,900 in operating expenditures, and \$4,300 in capital outlay. Personnel costs total \$785,700, operating expenditures total \$187,700, and capital outlay totals \$58,100. This request will be funded with 85% General Funds for personnel, operating, and capital outlay. The remaining 15% will be paid with Title IV-E Foster Care/Adoptions and Medicaid.

In addition the department is requesting \$1,157,000 from the General Fund for trustee/benefits to provide services to 890 additional children and their families who do not have insurance or the ability to pay for services. It is estimated that 3,900 children were served by the department's clinicians in FY 2004.

Agency Request	13.50	2,033,800	0	154,700	2,188,500
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The Governor recommends reducing operating expenditures from \$187,700 to \$93,800.

<i>Governor's Recommendation</i>	<i>13.50</i>	<i>1,954,000</i>	<i>0</i>	<i>140,600</i>	<i>2,094,600</i>
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8. Expand Child Welfare Academies

The department is requesting funding to expand Child Welfare Academies from five days to seventeen days. The expanded academy will be held three times per year. Additionally, this request includes funding to cover the costs for the development and implementation of two additional five-day academies for child welfare supervisors. In a recent federal review the current academy structure was cited as needing improvement. The average cost for each additional academy day is \$3,281.

Agency Request	0.00	124,000	0	21,900	145,900
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>124,000</i>	<i>0</i>	<i>21,900</i>	<i>145,900</i>
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FY 2006 Total					
Agency Request	489.97	32,374,600	1,294,800	36,910,800	70,580,200
<i>Governor's Recommendation</i>	<i>489.97</i>	<i>31,611,900</i>	<i>1,294,800</i>	<i>36,706,100</i>	<i>69,612,800</i>

Agency Request

Change from Original App	28.00	10,206,700	0	3,655,400	13,862,100
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% Change from Original App	6.1%	46.0%	0.0%	11.0%	24.4%
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Governor's Recommendation

<i>Change from Original App</i>	<i>28.00</i>	<i>9,444,000</i>	<i>0</i>	<i>3,450,700</i>	<i>12,894,700</i>
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<i>% Change from Original App</i>	<i>6.1%</i>	<i>42.6%</i>	<i>0.0%</i>	<i>10.4%</i>	<i>22.7%</i>
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Developmental Disabilities Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	157.44	6,601,200	14,177,200	157.44	6,601,200	14,177,200
Reappropriations	0.00	0	39,700	0.00	0	39,700
HB 805 One-time 1% Salary Increase	0.00	47,500	81,900	0.00	47,500	81,900
Governor's Rescission	0.00	0	0	0.00	0	(19,300)
FY 2005 Total Appropriation	157.44	6,648,700	14,298,800	157.44	6,648,700	14,279,500
Fund Adjustment (Non-cognizable)	0.00	0	444,800	0.00	0	444,800
Expenditure Object Transfer	0.00	0	0	0.00	0	0
Transfer Between Programs	0.00	(9,500)	(9,500)	0.00	(9,500)	(9,500)
FY 2005 Estimated Expenditures	157.44	6,639,200	14,734,100	157.44	6,639,200	14,714,800
Removal of One-Time Expenditures	0.00	(47,500)	(566,400)	0.00	(47,500)	(547,100)
FY 2006 Base	157.44	6,591,700	14,167,700	157.44	6,591,700	14,167,700
Benefit Costs	0.00	89,400	143,000	0.00	69,200	110,700
General Inflation	0.00	25,000	40,000	0.00	0	0
Medical Inflation	0.00	54,000	86,400	0.00	54,000	86,400
Replacement Vehicles	0.00	15,600	29,900	0.00	0	0
Replacement Computers	0.00	4,500	7,200	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	1,400	2,300	0.00	1,400	2,300
CEC Permanent Employees	0.00	45,100	72,100	0.00	45,100	72,100
CEC Temporary Employees	0.00	1,600	2,600	0.00	1,600	2,600
27th Payroll	0.00	172,700	276,300	0.00	172,700	276,300
NS Adjustment - Non-State Office Rent	0.00	3,200	5,100	0.00	3,200	5,100
NS Adjustment - Alter/Repair Project<\$30K	0.00	22,000	22,000	0.00	22,000	22,000
NS Adjustment - Non-Cog Ongoing	0.00	0	421,300	0.00	0	421,300
FY 2006 Program Maintenance	157.44	7,026,200	15,275,900	157.44	6,960,900	15,166,500
11. Early Hearing Detection & Intervention	0.00	82,000	82,000	0.00	82,000	82,000
FY 2006 Total	157.44	7,108,200	15,357,900	157.44	7,042,900	15,248,500
Change from Original Appropriation	0.00	507,000	1,180,700	0.00	441,700	1,071,300
% Change from Original Appropriation		7.7%	8.3%		6.7%	7.6%

Developmental Disabilities Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	157.44	6,601,200	968,800	6,607,200	14,177,200

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	39,700	0	39,700
Governor's Recommendation	0.00	0	39,700	0	39,700

HB 805 One-time 1% Salary Increase

Agency Request	0.00	47,500	0	34,400	81,900
Governor's Recommendation	0.00	47,500	0	34,400	81,900

Governor's Rescission

Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
Governor's Recommendation	0.00	0	0	(19,300)	(19,300)

FY 2005 Total Appropriation					
Agency Request	157.44	6,648,700	1,008,500	6,641,600	14,298,800
Governor's Recommendation	157.44	6,648,700	1,008,500	6,622,300	14,279,500

Fund Adjustment (Non-cognizable)

The department is increasing federal funds by \$444,800 on a one-time basis to match the reappropriation. Operating expenditures are increased by \$23,500, and trustee/benefits by \$421,300.

Agency Request	0.00	0	0	444,800	444,800
Governor's Recommendation	0.00	0	0	444,800	444,800

Expenditure Object Transfer

The department is transferring \$869,200 from personnel costs, and \$316,200 from operating expenditures for a total of \$1,185,400 to trustee/benefits. These adjustments are within the General Fund.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

Transfer Between Programs

Personnel costs are being transferred to Indirect Support Services for increases in termination payoffs.

Agency Request	0.00	(9,500)	0	0	(9,500)
Governor's Recommendation	0.00	(9,500)	0	0	(9,500)

FY 2005 Estimated Expenditures					
Agency Request	157.44	6,639,200	1,008,500	7,086,400	14,734,100
Governor's Recommendation	157.44	6,639,200	1,008,500	7,067,100	14,714,800

Removal of One-Time Expenditures

This removes the reappropriations, non-cognizable spending increases, and one-time salary increase provided in HB 805.

Agency Request	0.00	(47,500)	(39,700)	(479,200)	(566,400)
Governor's Recommendation	0.00	(47,500)	(39,700)	(459,900)	(547,100)

Developmental Disabilities Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Base					
Agency Request	157.44	6,591,700	968,800	6,607,200	14,167,700
<i>Governor's Recommendation</i>	<i>157.44</i>	<i>6,591,700</i>	<i>968,800</i>	<i>6,607,200</i>	<i>14,167,700</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	89,400	0	53,600	143,000
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>69,200</i>	<i>0</i>	<i>41,500</i>	<i>110,700</i>
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General Inflation

Includes a general inflationary increase of 1.3% in operating expenditures.

Agency Request	0.00	25,000	0	15,000	40,000
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Medical Inflation

Includes a medical inflationary increase of 3.0% in trustee/benefit payments.

Agency Request	0.00	54,000	0	32,400	86,400
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A 3.0% increase for medical inflation is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>54,000</i>	<i>0</i>	<i>32,400</i>	<i>86,400</i>
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Replacement Vehicles

The department is requesting \$12,900 to purchase one sedan, and \$17,000 to purchase a 15-passenger van.

Agency Request	0.00	15,600	0	14,300	29,900
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Replacement Computers

The request is to replace 14 desktop computers at a unit cost of \$516.

Agency Request	0.00	4,500	0	2,700	7,200
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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NS Adjustment - Bldg Svcs Space Charge

The department is requesting funding for the increase in building services space charges.

Agency Request	0.00	1,400	0	900	2,300
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,400</i>	<i>0</i>	<i>900</i>	<i>2,300</i>
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CEC Permanent Employees

Reflects the cost of a 1% salary increase for permanent positions.

Agency Request	0.00	45,100	0	27,000	72,100
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>45,100</i>	<i>0</i>	<i>27,000</i>	<i>72,100</i>
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Developmental Disabilities Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	1,600	0	1,000	2,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	1,600	0	1,000	2,600

27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	172,700	0	103,600	276,300
Governor's Recommendation	0.00	172,700	0	103,600	276,300

NS Adjustment - Non-State Office Rent					
The department is requesting funding for the increase in office rent in privately-owned buildings.					
Agency Request	0.00	3,200	0	1,900	5,100
Governor's Recommendation	0.00	3,200	0	1,900	5,100

NS Adjustment - Alter/Repair Project<\$30K					
The department is requesting funding for alteration and repair projects that cost less than \$30,000 each:					
1) replace carpet in Twin Falls Community Development Center - \$5,500					
2) patch and paint parking lot at Salmon Community Development Center - \$4,000					
3) replace carpet at Salmon Community Development Center - \$3,000					
4) patch, seal coat, and paint parking lot at Lewiston Community Development Center - \$3,500					
5) replace carpet in Lewiston Community Development Center - \$3,000					
6) patch, seal coat, and paint parking lot at Rupert Community Development Center - \$3,000					
Agency Request	0.00	22,000	0	0	22,000
Governor's Recommendation	0.00	22,000	0	0	22,000

NS Adjustment - Non-Cog Ongoing					
The department is requesting that the noncognizable spending increases authorized in FY 2005 be made permanent. Trustee/benefits are being increased by \$421,300.					
Agency Request	0.00	0	0	421,300	421,300
Governor's Recommendation	0.00	0	0	421,300	421,300

FY 2006 Program Maintenance					
Agency Request	157.44	7,026,200	968,800	7,280,900	15,275,900
Governor's Recommendation	157.44	6,960,900	968,800	7,236,800	15,166,500

11. Early Hearing Detection & Intervention					
The Council for Deaf and Hard of Hearing is losing a federal grant after March 2005. The department is requesting funding to continue the Early Hearing Detections and Intervention program coordination, data management, follow-up and tracking of hospital referrals. These funds would pay to lease HiTrack Data Management and Tracking Software from the Nat'l Center for Hearing Assessment and Management - \$12,000, hire a part-time consultant to provide training and support to hospital newborn screening staff - \$12,000, and hire a part-time contractor to coordinate the program, convene an advisory committee, manage hospital data, and follow-up on babies referred because of a risk factor or for a diagnostic evaluation - \$58,000.					
Agency Request	0.00	82,000	0	0	82,000
Governor's Recommendation	0.00	82,000	0	0	82,000

Developmental Disabilities Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	157.44	7,108,200	968,800	7,280,900	15,357,900
<i>Governor's Recommendation</i>	<i>157.44</i>	<i>7,042,900</i>	<i>968,800</i>	<i>7,236,800</i>	<i>15,248,500</i>
Agency Request					
Change from Original App	0.00	507,000	0	673,700	1,180,700
% Change from Original App	0.0%	7.7%	0.0%	10.2%	8.3%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>441,700</i>	<i>0</i>	<i>629,600</i>	<i>1,071,300</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>6.7%</i>	<i>0.0%</i>	<i>9.5%</i>	<i>7.6%</i>

Community Mental Health Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	221.20	11,785,700	18,283,900	221.20	11,785,700	18,283,900
Reappropriations	0.00	0	202,000	0.00	0	202,000
HB 805 One-time 1% Salary Increase	0.00	81,900	104,700	0.00	81,900	104,700
8. IT Contractor Savings	0.00	(67,300)	(67,300)	0.00	(67,300)	(67,300)
Governor's Rescission	0.00	0	0	0.00	(3,700)	(13,600)
FY 2005 Total Appropriation	221.20	11,800,300	18,523,300	221.20	11,796,600	18,509,700
Fund Adjustment	0.00	0	(452,300)	0.00	0	(452,300)
Expenditure Object Transfer	0.00	0	0	0.00	0	0
Transfer Between Programs	0.00	(11,900)	(11,900)	0.00	(11,900)	(11,900)
FY 2005 Estimated Expenditures	221.20	11,788,400	18,059,100	221.20	11,784,700	18,045,500
Removal of One-Time Expenditures	0.00	(81,900)	(306,700)	0.00	(78,200)	(293,100)
FY 2006 Base	221.20	11,706,500	17,752,400	221.20	11,706,500	17,752,400
Benefit Costs	0.00	175,000	204,100	0.00	135,500	158,000
General Inflation	0.00	30,000	35,000	0.00	0	0
Medical Inflation	0.00	79,200	92,400	0.00	79,200	92,400
Replacement Vehicles	0.00	17,700	34,000	0.00	0	0
Replacement Computers	0.00	19,500	22,700	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	1,900	2,200	0.00	1,900	2,200
Annualization - IT Contractors Savings	0.00	(53,300)	(53,300)	0.00	(53,300)	(53,300)
CEC Permanent Employees	0.00	89,800	104,800	0.00	89,800	104,800
CEC Temporary Employees	0.00	1,400	1,600	0.00	1,400	1,600
27th Payroll	0.00	347,500	405,400	0.00	347,500	405,400
NS Adjustment - Non-State Office Rent	0.00	47,000	54,800	0.00	47,000	54,800
NS Adjustment - Alter/Repair<\$30	0.00	3,500	3,500	0.00	3,500	3,500
FY 2006 Program Maintenance	221.20	12,465,700	18,659,600	221.20	12,359,000	18,521,800
5. Complete Rural ACT Teams	16.00	708,800	876,700	16.00	708,800	876,700
FY 2006 Total	237.20	13,174,500	19,536,300	237.20	13,067,800	19,398,500
Change from Original Appropriation	16.00	1,388,800	1,252,400	16.00	1,282,100	1,114,600
% Change from Original Appropriation		11.8%	6.8%		10.9%	6.1%

Community Mental Health Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	221.20	11,785,700	2,659,000	3,839,200	18,283,900

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	202,000	0	202,000
Governor's Recommendation	0.00	0	202,000	0	202,000

HB 805 One-time 1% Salary Increase

Agency Request	0.00	81,900	0	22,800	104,700
Governor's Recommendation	0.00	81,900	0	22,800	104,700

8. IT Contractor Savings

The department is requesting to use operating expenditures for contract IT support and maintenance from throughout the different divisions and transfer those dollars into personnel costs in the Indirect Support Services Division. These funds would be used to hire 20 information technology professionals in FY 2005 and 20 in FY 2006. If this request is approved the following amount will be removed from this program and appropriated in Indirect Support Services Division.

Agency Request	0.00	(67,300)	0	0	(67,300)
Governor's Recommendation	0.00	(67,300)	0	0	(67,300)

Governor's Rescission

Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
Governor's Recommendation	0.00	(3,700)	0	(9,900)	(13,600)

FY 2005 Total Appropriation

Agency Request	221.20	11,800,300	2,861,000	3,862,000	18,523,300
Governor's Recommendation	221.20	11,796,600	2,861,000	3,852,100	18,509,700

Fund Adjustment

The department is reducing the amount of federal fund spending authority in trustee/benefits to match anticipated collections.

Agency Request	0.00	0	0	(452,300)	(452,300)
Governor's Recommendation	0.00	0	0	(452,300)	(452,300)

Expenditure Object Transfer

The department is transferring \$39,500 from personnel costs, and \$310,700 from operating expenditures for a total of \$350,200 to trustee/benefits. These adjustment are within the General Fund.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

Transfer Between Programs

Personnel costs are being transferred to Indirect Support Services for increases in termination payoffs.

Agency Request	0.00	(11,900)	0	0	(11,900)
Governor's Recommendation	0.00	(11,900)	0	0	(11,900)

FY 2005 Estimated Expenditures

Agency Request	221.20	11,788,400	2,861,000	3,409,700	18,059,100
Governor's Recommendation	221.20	11,784,700	2,861,000	3,399,800	18,045,500

Community Mental Health Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Removal of One-Time Expenditures					
This removes the reappropriations and one-time salary increase provided in HB 805.					
Agency Request	0.00	(81,900)	(202,000)	(22,800)	(306,700)
<i>Governor's Recommendation</i>	0.00	(78,200)	(202,000)	(12,900)	(293,100)
FY 2006 Base					
Agency Request	221.20	11,706,500	2,659,000	3,386,900	17,752,400
<i>Governor's Recommendation</i>	221.20	11,706,500	2,659,000	3,386,900	17,752,400
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	175,000	0	29,100	204,100
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	0.00	135,500	0	22,500	158,000
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	30,000	0	5,000	35,000
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0
Medical Inflation					
Includes a medical inflationary increase of 3.0% in trustee/benefit payments.					
Agency Request	0.00	79,200	0	13,200	92,400
<i>A 3.0% increase for medical inflation is recommended.</i>					
<i>Governor's Recommendation</i>	0.00	79,200	0	13,200	92,400
Replacement Vehicles					
The request is to replace two 15-passenger vans at a unit cost of \$17,000.					
Agency Request	0.00	17,700	0	16,300	34,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0
Replacement Computers					
The request is to replace 44 desktop computers at a unit cost of \$516.					
Agency Request	0.00	19,500	0	3,200	22,700
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0
NS Adjustment - Bldg Svcs Space Charge					
The department is requesting funding for the increase in building services space charges.					
Agency Request	0.00	1,900	0	300	2,200
<i>Governor's Recommendation</i>	0.00	1,900	0	300	2,200

Community Mental Health Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Annualization - IT Contractors Savings					
As part of the proposal to convert contract IT professionals to state employees the department is requesting to reduce operating expenditures in the current program by the following amount and transfer that funding to Indirect Support Services.					
Agency Request	0.00	(53,300)	0	0	(53,300)
Governor's Recommendation	0.00	(53,300)	0	0	(53,300)
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent employees.					
Agency Request	0.00	89,800	0	15,000	104,800
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	89,800	0	15,000	104,800
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	1,400	0	200	1,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	1,400	0	200	1,600
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	347,500	0	57,900	405,400
Governor's Recommendation	0.00	347,500	0	57,900	405,400
NS Adjustment - Non-State Office Rent					
The department is requesting funding for the increase in office rent in privately-owned buildings.					
Agency Request	0.00	47,000	0	7,800	54,800
Governor's Recommendation	0.00	47,000	0	7,800	54,800
NS Adjustment - Alter/Repair<\$30					
The department is requesting funding for alteration and repair projects that cost less than \$30,000 each. This funding is to remove shrubs and clean the exterior of the Twin Falls Mental Health/Community Development Center.					
Agency Request	0.00	3,500	0	0	3,500
Governor's Recommendation	0.00	3,500	0	0	3,500
FY 2006 Program Maintenance					
Agency Request	221.20	12,465,700	2,659,000	3,534,900	18,659,600
Governor's Recommendation	221.20	12,359,000	2,659,000	3,503,800	18,521,800

Community Mental Health Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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5. Complete Rural ACT Teams

The department is requesting staff positions and funding to establish two rural Mental Health Assertive Community Treatment (ACT) Teams. ACT is the most researched and proven evidenced-based treatment to effectively treat people who have severe and persistent mental illnesses. Intensive services and intervention provided by ACT teams successfully treat people in their communities, often preventing expensive institutionalized care. State-funded adult mental health centers provided crisis and emergency services to 12,225 in FY 2002, 14,032 in FY 2003, and 18,270 in FY 2004. The Community Mental Health Services program does not have the staff or funding to provide both crisis services and ACT services to people in rural Idaho who have serious and persistent mental illnesses. Of the services authorized by §39-3127 Idaho Code, the department's first priority is 24-hour emergency psychiatric services, followed by pre-care and post-care services working in cooperation with state mental hospitals. Intensive post-treatment and follow-up has been found to be the most effective treatment in preventing relapse and enabling people to remain in their communities. ACT team services will provide the intensive treatment.

The two complete teams need a total of two supervisors/team leaders (masters level), six clinicians (masters level), two psychosocial rehab specialists, two registered nurses, two peer specialists, and two administrative assistants. Personnel costs total \$443,500. Operating expenditures total \$230,500 for two part-time contract psychiatrists for each of the regions, and trustee/benefits of \$202,700 would pay for emergency housing, medication and incidentals for people discharged from the state hospitals. The General Funds will pay for 81% of the costs, with Medicaid paying for the remaining 19%.

Agency Request	16.00	708,800	0	167,900	876,700
<i>Governor's Recommendation</i>	<i>16.00</i>	<i>708,800</i>	<i>0</i>	<i>167,900</i>	<i>876,700</i>

FY 2006 Total					
Agency Request	237.20	13,174,500	2,659,000	3,702,800	19,536,300
<i>Governor's Recommendation</i>	<i>237.20</i>	<i>13,067,800</i>	<i>2,659,000</i>	<i>3,671,700</i>	<i>19,398,500</i>

Agency Request

Change from Original App	16.00	1,388,800	0	(136,400)	1,252,400
% Change from Original App	7.2%	11.8%	0.0%	(3.6%)	6.8%

Governor's Recommendation

<i>Change from Original App</i>	<i>16.00</i>	<i>1,282,100</i>	<i>0</i>	<i>(167,500)</i>	<i>1,114,600</i>
<i>% Change from Original App</i>	<i>7.2%</i>	<i>10.9%</i>	<i>0.0%</i>	<i>(4.4%)</i>	<i>6.1%</i>

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	376.53	4,728,900	20,869,400	376.53	4,728,900	20,869,400
Reappropriations	0.00	0	137,600	0.00	0	137,600
HB 805 One-time 1% Salary Increase	0.00	45,500	151,800	0.00	45,500	151,800
Governor's Rescission	0.00	0	0	0.00	(13,900)	(44,400)
FY 2005 Total Appropriation	376.53	4,774,400	21,158,800	376.53	4,760,500	21,114,400
FTP Adjustment	(1.00)	0	0	(1.00)	0	0
FY 2005 Estimated Expenditures	375.53	4,774,400	21,158,800	375.53	4,760,500	21,114,400
Removal of One-Time Expenditures	0.00	(45,500)	(289,400)	0.00	(31,600)	(245,000)
FY 2006 Base	375.53	4,728,900	20,869,400	375.53	4,728,900	20,869,400
Benefit Costs	0.00	93,700	318,400	0.00	72,500	246,400
Medical Inflation	0.00	30,000	102,000	0.00	30,000	102,000
Replacement Vehicles	0.00	5,000	17,000	0.00	0	0
Replacement Computers	0.00	2,400	8,300	0.00	0	0
CEC Permanent Employees	0.00	39,000	132,500	0.00	39,000	132,500
CEC Temporary Employees	0.00	6,100	20,900	0.00	6,100	20,900
27th Payroll	0.00	171,600	583,400	0.00	171,600	583,400
NS Adjustment - Alter/Repair Project<\$30K	0.00	13,300	44,500	0.00	13,300	44,500
Fund Shift - FMAP Change	0.00	143,600	0	0.00	143,600	0
FY 2006 Total	375.53	5,233,600	22,096,400	375.53	5,205,000	21,999,100
Change from Original Appropriation	(1.00)	504,700	1,227,000	(1.00)	476,100	1,129,700
% Change from Original Appropriation		10.7%	5.9%		10.1%	5.4%

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	376.53	4,728,900	803,600	15,336,900	20,869,400

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	137,600	0	137,600
Governor's Recommendation	0.00	0	137,600	0	137,600

HB 805 One-time 1% Salary Increase

Agency Request	0.00	45,500	0	106,300	151,800
Governor's Recommendation	0.00	45,500	0	106,300	151,800

Governor's Rescission

Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
Governor's Recommendation	0.00	(13,900)	0	(30,500)	(44,400)

FY 2005 Total Appropriation					
Agency Request	376.53	4,774,400	941,200	15,443,200	21,158,800
Governor's Recommendation	376.53	4,760,500	941,200	15,412,700	21,114,400

FTP Adjustment

An FTP was transferred to Indirect Support Services.

Agency Request	(1.00)	0	0	0	0
Governor's Recommendation	(1.00)	0	0	0	0

FY 2005 Estimated Expenditures					
Agency Request	375.53	4,774,400	941,200	15,443,200	21,158,800
Governor's Recommendation	375.53	4,760,500	941,200	15,412,700	21,114,400

Removal of One-Time Expenditures

This removes the reappropriations and one-time salary increase provided in HB 805.

Agency Request	0.00	(45,500)	(137,600)	(106,300)	(289,400)
Governor's Recommendation	0.00	(31,600)	(137,600)	(75,800)	(245,000)

FY 2006 Base					
Agency Request	375.53	4,728,900	803,600	15,336,900	20,869,400
Governor's Recommendation	375.53	4,728,900	803,600	15,336,900	20,869,400

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	93,700	0	224,700	318,400
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	72,500	0	173,900	246,400
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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Medical Inflation					
Includes a medical inflationary increase of 3.0% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	30,000	0	72,000	102,000
<i>A 3.0% increase for medical inflation is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>30,000</i>	<i>0</i>	<i>72,000</i>	<i>102,000</i>
Replacement Vehicles					
The request is to replace one 1/2 ton pickup.					
Agency Request	0.00	5,000	0	12,000	17,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Replacement Computers					
The request is to replace 16 desktop computers at a unit cost of \$516.					
Agency Request	0.00	2,400	0	5,900	8,300
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	39,000	0	93,500	132,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>39,000</i>	<i>0</i>	<i>93,500</i>	<i>132,500</i>
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	6,100	0	14,800	20,900
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,100</i>	<i>0</i>	<i>14,800</i>	<i>20,900</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	171,600	0	411,800	583,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>171,600</i>	<i>0</i>	<i>411,800</i>	<i>583,400</i>
NS Adjustment - Alter/Repair Project<\$30K					
The department is requesting funding for alteration and repair projects that cost less than \$30,000 each. The projects are: insulate chill water lines in medical building - \$6,500, phase 2 flooring replacement in medical building - \$23,000, and replace the roof on building #4 - \$15,000.					
Agency Request	0.00	13,300	0	31,200	44,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,300</i>	<i>0</i>	<i>31,200</i>	<i>44,500</i>
Fund Shift - FMAP Change					
The Federal Medical Assistance Participation (FMAP) rate is scheduled to change from 70.58% to 69.953%					
Agency Request	0.00	143,600	0	(143,600)	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>143,600</i>	<i>0</i>	<i>(143,600)</i>	<i>0</i>

ISSH

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	375.53	5,233,600	803,600	16,059,200	22,096,400
<i>Governor's Recommendation</i>	375.53	5,205,000	803,600	15,990,500	21,999,100
Agency Request					
Change from Original App	(1.00)	504,700	0	722,300	1,227,000
% Change from Original App	(0.3%)	10.7%	0.0%	4.7%	5.9%
<i>Governor's Recommendation</i>					
Change from Original App	(1.00)	476,100	0	653,600	1,129,700
% Change from Original App	(0.3%)	10.1%	0.0%	4.3%	5.4%

State Hospital North

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	89.39	4,162,700	5,949,500	89.39	4,162,700	5,949,500
Reappropriations	0.00	0	119,000	0.00	0	119,000
HB 805 One-time 1% Salary Increase	0.00	46,200	46,200	0.00	46,200	46,200
Governor's Rescission	0.00	0	0	0.00	(13,000)	(13,000)
FY 2005 Total Appropriation	89.39	4,208,900	6,114,700	89.39	4,195,900	6,101,700
Fund Adjustment	0.00	0	(71,400)	0.00	0	(71,400)
Expenditure Object Transfer	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	89.39	4,208,900	6,043,300	89.39	4,195,900	6,030,300
Removal of One-Time Expenditures	0.00	(46,200)	(165,200)	0.00	(33,200)	(152,200)
FY 2006 Base	89.39	4,162,700	5,878,100	89.39	4,162,700	5,878,100
Benefit Costs	0.00	79,800	79,800	0.00	61,800	61,800
Medical Inflation	0.00	35,300	35,300	0.00	35,300	35,300
Replacement Vehicles	0.00	10,400	20,000	0.00	0	0
Replacement Computer	0.00	9,300	9,300	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	(1,300)	(1,300)	0.00	(1,300)	(1,300)
CEC Permanent Employees	0.00	40,200	40,200	0.00	40,200	40,200
CEC Temporary Employees	0.00	2,700	2,700	0.00	2,700	2,700
27th Payroll	0.00	158,500	158,500	0.00	158,500	158,500
NS Adjustment - Alter/Repair Project<\$30	0.00	127,300	127,300	0.00	127,300	127,300
Fund Shift - Loss of Endowment Funds	0.00	211,400	0	0.00	211,400	0
FY 2006 Total	89.39	4,836,300	6,349,900	89.39	4,798,600	6,302,600
Change from Original Appropriation	0.00	673,600	400,400	0.00	635,900	353,100
% Change from Original Appropriation		16.2%	6.7%		15.3%	5.9%

State Hospital North

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	89.39	4,162,700	1,786,800	0	5,949,500
Reappropriations					
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	119,000	0	119,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>119,000</i>	<i>0</i>	<i>119,000</i>
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	46,200	0	0	46,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>46,200</i>	<i>0</i>	<i>0</i>	<i>46,200</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(13,000)</i>	<i>0</i>	<i>0</i>	<i>(13,000)</i>
FY 2005 Total Appropriation					
Agency Request	89.39	4,208,900	1,905,800	0	6,114,700
<i>Governor's Recommendation</i>	<i>89.39</i>	<i>4,195,900</i>	<i>1,905,800</i>	<i>0</i>	<i>6,101,700</i>
Fund Adjustment					
The department is reducing the expected expenditure level in personnel costs in the Endowment Fund to match expected revenues.					
Agency Request	0.00	0	(71,400)	0	(71,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(71,400)</i>	<i>0</i>	<i>(71,400)</i>
Expenditure Object Transfer					
The department is transferring \$463,700 from personnel costs to operating expenditures within the General Fund.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	89.39	4,208,900	1,834,400	0	6,043,300
<i>Governor's Recommendation</i>	<i>89.39</i>	<i>4,195,900</i>	<i>1,834,400</i>	<i>0</i>	<i>6,030,300</i>
Removal of One-Time Expenditures					
Removes the reappropriations and one-time salary increase provided in HB 805.					
Agency Request	0.00	(46,200)	(119,000)	0	(165,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(33,200)</i>	<i>(119,000)</i>	<i>0</i>	<i>(152,200)</i>
FY 2006 Base					
Agency Request	89.39	4,162,700	1,715,400	0	5,878,100
<i>Governor's Recommendation</i>	<i>89.39</i>	<i>4,162,700</i>	<i>1,715,400</i>	<i>0</i>	<i>5,878,100</i>

State Hospital North

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	79,800	0	0	79,800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	61,800	0	0	61,800
Medical Inflation					
Includes a medical inflationary increase of 3.0% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	35,300	0	0	35,300
<i>A 3.0% increase for medical inflation is recommended.</i>					
Governor's Recommendation	0.00	35,300	0	0	35,300
Replacement Vehicles					
The department is requesting funding to replace one 4WD pickup.					
Agency Request	0.00	10,400	0	9,600	20,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Computer					
The request is to replace 18 desktop computers at a unit cost of \$516.					
Agency Request	0.00	9,300	0	0	9,300
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
NS Adjustment - Bldg Svcs Space Charge					
The department is reducing the funding for building services space charges.					
Agency Request	0.00	(1,300)	0	0	(1,300)
Governor's Recommendation	0.00	(1,300)	0	0	(1,300)
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	40,200	0	0	40,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	40,200	0	0	40,200
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	2,700	0	0	2,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	2,700	0	0	2,700

State Hospital North

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	158,500	0	0	158,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>158,500</i>	<i>0</i>	<i>0</i>	<i>158,500</i>

NS Adjustment - Alter/Repair Project<\$30

The department is requesting funding for alteration and repair projects that cost less than \$30,000 each. The projects are: renovate housing interiors - \$28,000, seal coat roads and parking lots - \$15,500, ADA compliant door operators to front entrance - \$3,800, replace carpet - \$20,000, repair/replace sidewalks - \$20,000, add window to meeting room - \$4,000, repair/improve sprinkler system - \$11,000, replace sagging drop ceilings and repair cracked walls - \$10,000, funds to plan a multi-purpose complex to include a maintenance shop, motor supply and pool area, and central training center - \$15,000.

Agency Request	0.00	127,300	0	0	127,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>127,300</i>	<i>0</i>	<i>0</i>	<i>127,300</i>

Fund Shift - Loss of Endowment Funds

The Endowment Fund Investment Board has revised the projected earnings for the hospital. The department is requesting that General Funds replace the loss of income in personnel costs. The FY 2005 original appropriation for Endowment Funds is \$915,800, of which \$463,700 is for personnel costs, \$408,900 is for operating expenditures, and \$43,200 is for trustee/benefits. The FY 2005 distribution from the Endowment Board was \$750,600, and the FY 2006 is projected to be \$704,400, or a reduction of \$46,200. The department reduced its FY 2005 spending authority in personnel costs by \$71,400 (in an expenditure adjustment). Based upon this budget the FY 2006 total request for the Endowment Fund would be \$633,300.

Agency Request	0.00	211,400	(211,400)	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>211,400</i>	<i>(211,400)</i>	<i>0</i>	<i>0</i>

FY 2006 Total					
Agency Request	89.39	4,836,300	1,504,000	9,600	6,349,900
<i>Governor's Recommendation</i>	<i>89.39</i>	<i>4,798,600</i>	<i>1,504,000</i>	<i>0</i>	<i>6,302,600</i>

Agency Request

Change from Original App	0.00	673,600	(282,800)	9,600	400,400
% Change from Original App	0.0%	16.2%	(15.8%)		6.7%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>635,900</i>	<i>(282,800)</i>	<i>0</i>	<i>353,100</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>15.3%</i>	<i>(15.8%)</i>		<i>5.9%</i>

State Hospital South

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	259.22	9,943,900	16,548,200	259.22	9,943,900	16,548,200
Reappropriations	0.00	0	381,000	0.00	0	381,000
HB 805 One-time 1% Salary Increase	0.00	116,000	116,000	0.00	116,000	116,000
Governor's Rescission	0.00	0	0	0.00	(13,800)	(13,800)
FY 2005 Total Appropriation	259.22	10,059,900	17,045,200	259.22	10,046,100	17,031,400
Fund Adjustment	0.00	0	(442,700)	0.00	0	(442,700)
Expenditure Object Transfer	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	259.22	10,059,900	16,602,500	259.22	10,046,100	16,588,700
Removal of One-Time Expenditures	0.00	(116,000)	(497,000)	0.00	(102,200)	(483,200)
FY 2006 Base	259.22	9,943,900	16,105,500	259.22	9,943,900	16,105,500
Benefit Costs	0.00	229,900	229,900	0.00	177,900	177,900
Medical Inflation	0.00	92,600	92,600	0.00	92,600	92,600
Replacement Vehicles	0.00	8,900	17,000	0.00	0	0
Replacement Computers	0.00	9,800	9,800	0.00	0	0
CEC Permanent Employees	0.00	121,100	121,100	0.00	121,100	121,100
CEC Temporary Employees	0.00	9,200	9,200	0.00	9,200	9,200
27th Payroll	0.00	436,000	436,000	0.00	436,000	436,000
NS Adjustment - Alter/Repair Project<\$30K	0.00	153,600	153,600	0.00	153,600	153,600
Fund Shift - FMAP Change	0.00	35,600	0	0.00	35,600	0
Fund Shift - Loss of Endowment Funds	0.00	462,300	0	0.00	462,300	0
FY 2006 Total	259.22	11,502,900	17,174,700	259.22	11,432,200	17,095,900
Change from Original Appropriation	0.00	1,559,000	626,500	0.00	1,488,300	547,700
% Change from Original Appropriation		15.7%	3.8%		15.0%	3.3%

State Hospital South

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	259.22	9,943,900	2,165,500	4,438,800	16,548,200
Reappropriations					
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	381,000	0	381,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>381,000</i>	<i>0</i>	<i>381,000</i>
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	116,000	0	0	116,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>116,000</i>	<i>0</i>	<i>0</i>	<i>116,000</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(13,800)</i>	<i>0</i>	<i>0</i>	<i>(13,800)</i>
FY 2005 Total Appropriation					
Agency Request	259.22	10,059,900	2,546,500	4,438,800	17,045,200
<i>Governor's Recommendation</i>	<i>259.22</i>	<i>10,046,100</i>	<i>2,546,500</i>	<i>4,438,800</i>	<i>17,031,400</i>
Fund Adjustment					
The department is reducing the expected expenditure level in personnel costs to match expected revenues.					
Agency Request	0.00	0	0	(442,700)	(442,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>(442,700)</i>	<i>(442,700)</i>
Expenditure Object Transfer					
Within the General Fund the department is transferring \$240,500 into personnel costs, and \$3,300 into trustee/benefits while reducing operating expenditures by \$243,800.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	259.22	10,059,900	2,546,500	3,996,100	16,602,500
<i>Governor's Recommendation</i>	<i>259.22</i>	<i>10,046,100</i>	<i>2,546,500</i>	<i>3,996,100</i>	<i>16,588,700</i>
Removal of One-Time Expenditures					
Removes the reappropriations and one-time salary increase provided in HB 805.					
Agency Request	0.00	(116,000)	(381,000)	0	(497,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(102,200)</i>	<i>(381,000)</i>	<i>0</i>	<i>(483,200)</i>
FY 2006 Base					
Agency Request	259.22	9,943,900	2,165,500	3,996,100	16,105,500
<i>Governor's Recommendation</i>	<i>259.22</i>	<i>9,943,900</i>	<i>2,165,500</i>	<i>3,996,100</i>	<i>16,105,500</i>

State Hospital South

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	229,900	0	0	229,900
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	177,900	0	0	177,900
Medical Inflation					
Includes a medical inflationary increase of 3.0% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	92,600	0	0	92,600
<i>A 3.0% increase for medical inflation is recommended.</i>					
Governor's Recommendation	0.00	92,600	0	0	92,600
Replacement Vehicles					
The department is requesting funding to replace one 7-passenger van.					
Agency Request	0.00	8,900	0	8,100	17,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Computers					
The request is to replace 19 desktop computers at a unit cost of \$516.					
Agency Request	0.00	9,800	0	0	9,800
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	121,100	0	0	121,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	121,100	0	0	121,100
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	9,200	0	0	9,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	9,200	0	0	9,200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	436,000	0	0	436,000
Governor's Recommendation	0.00	436,000	0	0	436,000

State Hospital South

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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NS Adjustment - Alter/Repair Project<\$30K

The department is requesting funding for alteration and repair projects that cost less than \$30,000 each. The projects are: sound control at nursing station, seclusion rooms and dayrooms - \$23,000, install secondary containment system for oil fuel lines to boiler in utility room - \$5,000, perform study to increase fire water flow to Administration Building - \$2,500, replace emergency hatch in west elevator shaft in C building - \$7,600, relocate 500-gallon fuel tank for emergency generator to provide 72 hour run time - \$7,500, install shut off valves to PTF and C buildings - \$13,500, install weather control gaskets to windows in patient bedrooms - \$10,000, install blow-down tanks, pits and floor drains for boilers in utility and Administration buildings. - \$14,600, install eyewash fountains at nursing stations and custodial closets in PTF and C building - \$20,600, upgrade door locking system A-wing PTF building - \$13,500, construct activity shelter for nursing facility in C building - \$17,800, and remove trees and repair Grove City ditch - \$18,000.

Agency Request	0.00	153,600	0	0	153,600
Governor's Recommendation	0.00	153,600	0	0	153,600

Fund Shift - FMAP Change

The Federal Medical Assistance Participation (FMAP) rate is scheduled to change from 70.58% to 69.953%. The request is for \$24,100 in personnel costs, \$11,400 in operating expenditures, and \$100 in trustee/benefits.

Agency Request	0.00	35,600	0	(35,600)	0
Governor's Recommendation	0.00	35,600	0	(35,600)	0

Fund Shift - Loss of Endowment Funds

The Endowment Fund Investment Board has revised the projected earnings for the Hospital. The department is requesting that General Funds replace the loss of income in personnel costs. The FY 2005 original appropriation in Endowment Funds was \$1,689,300, of which \$1,623,300 was for personnel costs, \$66,000 was for operating expenditures. The FY 2005 distribution from the Endowment Fund was \$1,499,400 and the projected distribution in FY 2006 is \$1,227,000 for a loss of \$272,400. The FY 2006 total request matches the amount projected from the Endowment Fund.

Agency Request	0.00	462,300	(462,300)	0	0
Governor's Recommendation	0.00	462,300	(462,300)	0	0

FY 2006 Total

Agency Request	259.22	11,502,900	1,703,200	3,968,600	17,174,700
Governor's Recommendation	259.22	11,432,200	1,703,200	3,960,500	17,095,900

Agency Request

Change from Original App	0.00	1,559,000	(462,300)	(470,200)	626,500
% Change from Original App	0.0%	15.7%	(21.3%)	(10.6%)	3.8%

Governor's Recommendation

Change from Original App	0.00	1,488,300	(462,300)	(478,300)	547,700
% Change from Original App	0.0%	15.0%	(21.3%)	(10.8%)	3.3%

Substance Abuse Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	9.64	3,144,100	14,457,600	9.64	3,144,100	14,457,600
HB 805 One-time 1% Salary Increase	0.00	5,000	5,000	0.00	5,000	5,000
4. Access to Substance Abuse Services	3.00	0	7,592,000	3.00	0	7,592,000
Governor's Rescission	0.00	0	0	0.00	(1,100)	(1,100)
FY 2005 Total Appropriation	12.64	3,149,100	22,054,600	12.64	3,148,000	22,053,500
Fund Adjustment (non-cognizable)	0.00	0	(1,936,600)	0.00	0	(1,936,600)
FY 2005 Estimated Expenditures	12.64	3,149,100	20,118,000	12.64	3,148,000	20,116,900
Removal of One-Time Expenditures	0.00	(5,000)	(325,800)	0.00	(3,900)	(324,700)
FY 2006 Base	12.64	3,144,100	19,792,200	12.64	3,144,100	19,792,200
Benefit Costs	0.00	9,000	9,000	0.00	7,000	7,000
General Inflation	0.00	247,700	247,700	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	100	100	0.00	100	100
CEC Permanent Employees	0.00	6,600	6,600	0.00	6,600	6,600
CEC Temporary Employees	0.00	100	100	0.00	100	100
27th Payroll	0.00	25,200	25,200	0.00	25,200	25,200
NS Adjustment - Non-State Office Rent	0.00	400	400	0.00	400	400
NS Adjustment - Non-Cog Ongoing	0.00	0	320,800	0.00	0	320,800
FY 2006 Total	12.64	3,433,200	20,402,100	12.64	3,183,500	20,152,400
Change from Original Appropriation	3.00	289,100	5,944,500	3.00	39,400	5,694,800
% Change from Original Appropriation		9.2%	41.1%		1.3%	39.4%

Substance Abuse Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	9.64	3,144,100	2,540,600	8,772,900	14,457,600
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	5,000	0	0	5,000
Governor's Recommendation	0.00	5,000	0	0	5,000

4. Access to Substance Abuse Services

The department applied to the federal government for the Access to Recovery grant to provide clinical substance abuse treatment and recovery support services to underserved populations in Idaho. This is designed to increase capacity and client choice through incorporating faith-based providers into the delivery system. The department received permission in September from the Governor's Office to hire a project manager, Family & Community Services program specialist, and an administrative assistant. The request for spending authority of the federal funds is in personnel costs - \$165,600, operating expenditures - \$1,703,400, and trustee/benefits - \$5,723,000. The operating expenditures will be used for travel - \$32,500, office supplies - \$14,100, stakeholder meetings and provider training - \$60,000, management services contractor - \$746,200, and management information system development contractor - \$850,600.

Trustee/benefits will be used for treatment.

Agency Request	3.00	0	0	7,592,000	7,592,000
Governor's Recommendation	3.00	0	0	7,592,000	7,592,000

Governor's Rescission

Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
Governor's Recommendation	0.00	(1,100)	0	0	(1,100)

FY 2005 Total Appropriation					
Agency Request	12.64	3,149,100	2,540,600	16,364,900	22,054,600
Governor's Recommendation	12.64	3,148,000	2,540,600	16,364,900	22,053,500

Fund Adjustment (non-cognizable)

The increase in dedicated funds is to adjust the appropriation to the current level of collections. These receipts are from the Department of Correction to run the Under Age Drinking program and the Drug Court Enhancement Program. They increase personnel costs by \$38,400, and increase operating expenditures by \$282,400. The decrease in federal funds to adjust the appropriation to match expected revenues. Operating expenditures are reduced by \$782,900 and trustee/benefits by \$1,474,500.

Agency Request	0.00	0	320,800	(2,257,400)	(1,936,600)
Governor's Recommendation	0.00	0	320,800	(2,257,400)	(1,936,600)

FY 2005 Estimated Expenditures					
Agency Request	12.64	3,149,100	2,861,400	14,107,500	20,118,000
Governor's Recommendation	12.64	3,148,000	2,861,400	14,107,500	20,116,900

Removal of One-Time Expenditures

Removes the non-cognizable fund increases and the one-time salary increase provided in HB 805.

Agency Request	0.00	(5,000)	(320,800)	0	(325,800)
Governor's Recommendation	0.00	(3,900)	(320,800)	0	(324,700)

FY 2006 Base					
Agency Request	12.64	3,144,100	2,540,600	14,107,500	19,792,200
Governor's Recommendation	12.64	3,144,100	2,540,600	14,107,500	19,792,200

Substance Abuse Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	9,000	0	0	9,000
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	7,000	0	0	7,000
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	247,700	0	0	247,700
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
NS Adjustment - Bldg Svcs Space Charge					
The department is requesting funding for building services space charges.					
Agency Request	0.00	100	0	0	100
Governor's Recommendation	0.00	100	0	0	100
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	6,600	0	0	6,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	6,600	0	0	6,600
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	100	0	0	100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	100	0	0	100
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	25,200	0	0	25,200
Governor's Recommendation	0.00	25,200	0	0	25,200
NS Adjustment - Non-State Office Rent					
The department is requesting funding for the increase in office rent in privately-owned buildings.					
Agency Request	0.00	400	0	0	400
Governor's Recommendation	0.00	400	0	0	400

Substance Abuse Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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NS Adjustment - Non-Cog Ongoing

The department is requesting the non-cognizable spending increases authorized in FY 2005 be made permanent. This increases personnel costs by \$38,300, and operating expenditures by \$282,400.

Agency Request	0.00	0	320,800	0	320,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>320,800</i>	<i>0</i>	<i>320,800</i>

FY 2006 Total					
Agency Request	12.64	3,433,200	2,861,400	14,107,500	20,402,100
<i>Governor's Recommendation</i>	<i>12.64</i>	<i>3,183,500</i>	<i>2,861,400</i>	<i>14,107,500</i>	<i>20,152,400</i>

Agency Request

Change from Original App	3.00	289,100	320,800	5,334,600	5,944,500
% Change from Original App	31.1%	9.2%	12.6%	60.8%	41.1%

Governor's Recommendation

<i>Change from Original App</i>	<i>3.00</i>	<i>39,400</i>	<i>320,800</i>	<i>5,334,600</i>	<i>5,694,800</i>
<i>% Change from Original App</i>	<i>31.1%</i>	<i>1.3%</i>	<i>12.6%</i>	<i>60.8%</i>	<i>39.4%</i>

Independent Councils

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Council for the Deaf & Hard of Hearin	254,800	259,600	207,000	225,000	223,600
Developmental Disabilities Council	507,400	579,800	547,800	638,900	634,600
Domestic Violence Council	3,212,800	3,391,200	3,213,900	3,887,100	3,840,800
Total:	3,975,000	4,230,600	3,968,700	4,751,000	4,699,000
BY FUND CATEGORY					
General	225,800	225,800	234,400	273,500	267,800
Dedicated	455,400	409,700	447,600	690,800	644,500
Federal	3,293,800	3,595,100	3,286,700	3,786,700	3,786,700
Total:	3,975,000	4,230,600	3,968,700	4,751,000	4,699,000
Percent Change:		6.4%	(6.2%)	19.7%	18.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	563,800	574,500	612,600	853,200	851,100
Operating Expenditures	537,700	474,100	479,300	669,100	660,500
Capital Outlay	0	5,100	0	0	0
Trustee/Benefit	2,873,500	3,176,900	2,876,800	3,228,700	3,187,400
Total:	3,975,000	4,230,600	3,968,700	4,751,000	4,699,000
Full-Time Positions (FTP)	10.00	10.00	10.00	12.00	12.00

Division Description

Independent Councils include the Council for the Deaf and Hard of Hearing, the Developmental Disabilities Council, and the Domestic Violence Council.

Council for the Deaf & Hard of Hearing: The Idaho State Council for the Deaf and Hard of Hearing was established by the 1991 Idaho Legislature. The Council was created to coordinate state level programs to assure accommodation and access services for the deaf and hard of hearing. This advisory Council's mission is to create an environment in which hearing impaired Idahoans of all ages have an equal opportunity to participate fully as active, responsible, productive, and independent citizens. The Council provides information and referral services, a quarterly newsletter, informative brochures on the Americans with Disabilities Act requirements for communication access, workshops and presentations on hearing loss and assistive listening devices, and other services for persons who are deaf or hard of hearing.

Developmental Disabilities Council: The Council on Developmental Disabilities was established to maintain a central point for cooperation and coordination between the public and private sectors. This is to ensure that those with developmental disabilities receive the services or other assistance necessary to achieve maximum independence, productivity and integration into the community.

Domestic Violence Council: The Domestic Violence Council was established to ensure the availability of help for victims of crime with a focus on funding programs which help victims of domestic violence, sexual assault or child abuse. This program is funded from a state imposed \$15 fee on each marriage license, a \$20 fee on each divorce action, and from available federal project moneys.

Council for the Deaf & Hard of Hearing

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	2.00	136,500	207,000	2.00	136,500	207,000
Reappropriations	0.00	0	6,000	0.00	0	6,000
HB 805 One-time 1% Salary Increase	0.00	1,400	1,400	0.00	1,400	1,400
Governor's Rescission	0.00	0	0	0.00	(200)	(200)
FY 2005 Total Appropriation	2.00	137,900	214,400	2.00	137,700	214,200
Fund Adjustment (Non-cognizable)	0.00	0	52,500	0.00	0	52,500
FY 2005 Estimated Expenditures	2.00	137,900	266,900	2.00	137,700	266,700
Removal of One-Time Expenditures	0.00	(1,400)	(59,900)	0.00	(1,200)	(59,700)
FY 2006 Base	2.00	136,500	207,000	2.00	136,500	207,000
Benefit Costs	0.00	1,900	1,900	0.00	1,500	1,500
General Inflation	0.00	1,000	1,000	0.00	0	0
CEC Permanent Employees	0.00	1,000	1,000	0.00	1,000	1,000
CEC Temporary Employees	0.00	0	200	0.00	0	200
27th Payroll	0.00	4,700	4,700	0.00	4,700	4,700
NS Adjustment - Non-State Office Rent	0.00	(800)	(800)	0.00	(800)	(800)
FY 2006 Program Maintenance	2.00	144,300	215,000	2.00	142,900	213,600
13. Specialized Telecommunication Devices	0.00	10,000	10,000	0.00	10,000	10,000
FY 2006 Total	2.00	154,300	225,000	2.00	152,900	223,600
Change from Original Appropriation	0.00	17,800	18,000	0.00	16,400	16,600
% Change from Original Appropriation		13.0%	8.7%		12.0%	8.0%

Council for the Deaf & Hard of Hearing

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	2.00	136,500	7,500	63,000	207,000
Reappropriations					
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	6,000	0	6,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>6,000</i>	<i>0</i>	<i>6,000</i>
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	1,400	0	0	1,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,400</i>	<i>0</i>	<i>0</i>	<i>1,400</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(200)</i>	<i>0</i>	<i>0</i>	<i>(200)</i>
FY 2005 Total Appropriation					
Agency Request	2.00	137,900	13,500	63,000	214,400
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>137,700</i>	<i>13,500</i>	<i>63,000</i>	<i>214,200</i>
Fund Adjustment (Non-cognizable)					
The Council for the Deal & Hard of Hearing was granted permission to spend an additional \$10,000 in personnel costs and \$42,500 in operating expenditures.					
Agency Request	0.00	0	0	52,500	52,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>52,500</i>	<i>52,500</i>
FY 2005 Estimated Expenditures					
Agency Request	2.00	137,900	13,500	115,500	266,900
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>137,700</i>	<i>13,500</i>	<i>115,500</i>	<i>266,700</i>
Removal of One-Time Expenditures					
Removes non-cognizable funding increases and the one-time salary increase provided by HB 805.					
Agency Request	0.00	(1,400)	(6,000)	(52,500)	(59,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,200)</i>	<i>(6,000)</i>	<i>(52,500)</i>	<i>(59,700)</i>
FY 2006 Base					
Agency Request	2.00	136,500	7,500	63,000	207,000
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>136,500</i>	<i>7,500</i>	<i>63,000</i>	<i>207,000</i>

Council for the Deaf & Hard of Hearing

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	1,900	0	0	1,900
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	1,500	0	0	1,500
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	1,000	0	0	1,000
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	1,000	0	0	1,000
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	1,000	0	0	1,000
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	0	0	200	200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	0	200	200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	4,700	0	0	4,700
Governor's Recommendation	0.00	4,700	0	0	4,700
NS Adjustment - Non-State Office Rent					
The Council is requesting an \$800 reduction for non-state office rent.					
Agency Request	0.00	(800)	0	0	(800)
Governor's Recommendation	0.00	(800)	0	0	(800)
FY 2006 Program Maintenance					
Agency Request	2.00	144,300	7,500	63,200	215,000
Governor's Recommendation	2.00	142,900	7,500	63,200	213,600

Council for the Deaf & Hard of Hearing

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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13. Specialized Telecommunication Devices

This request for funding will assist low-income, deaf and hard of hearing Idahoans to buy telecommunications devices. The program had received funding from the Idaho Assistive Technology Project which promotes the use of assistive technology for persons with disabilities. Grant funds are exhausted and future funding is not anticipated. The devices will be made available through the Assistive Device Demonstration and Loan Centers operated under an agreement with the Council in all of the Department of Health & Welfare's seven regions. Over the last six years, grant funds have been used to buy 111 telecommunication devices for the elderly and people with hearing disabilities.

Agency Request	0.00	10,000	0	0	10,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>10,000</i>	<i>0</i>	<i>0</i>	<i>10,000</i>

FY 2006 Total					
Agency Request	2.00	154,300	7,500	63,200	225,000
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>152,900</i>	<i>7,500</i>	<i>63,200</i>	<i>223,600</i>

Agency Request

Change from Original App	0.00	17,800	0	200	18,000
% Change from Original App	0.0%	13.0%	0.0%	0.3%	8.7%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>16,400</i>	<i>0</i>	<i>200</i>	<i>16,600</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>12.0%</i>	<i>0.0%</i>	<i>0.3%</i>	<i>8.0%</i>

Developmental Disabilities Council

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	5.00	85,400	547,800	5.00	85,400	547,800
HB 805 One-time 1% Salary Increase	0.00	700	2,700	0.00	700	2,700
FY 2005 Total Appropriation	5.00	86,100	550,500	5.00	86,100	550,500
Fund Adjustment (Non-cognizable)	0.00	0	11,100	0.00	0	11,100
Expenditure Object Transfer	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	5.00	86,100	561,600	5.00	86,100	561,600
Removal of One-Time Expenditures	0.00	(700)	(13,800)	0.00	(700)	(13,800)
FY 2006 Base	5.00	85,400	547,800	5.00	85,400	547,800
Benefit Costs	0.00	4,800	4,800	0.00	3,700	3,700
General Inflation	0.00	3,200	3,200	0.00	0	0
CEC Permanent Employees	0.00	3,100	3,100	0.00	3,100	3,100
27th Payroll	0.00	10,200	10,200	0.00	10,200	10,200
NS Adjustment - Non-Cog Ongoing	0.00	0	11,100	0.00	0	11,100
FY 2006 Program Maintenance	5.00	106,700	580,200	5.00	102,400	575,900
12. Staff Restoration for DD Council	1.00	0	58,700	1.00	0	58,700
FY 2006 Total	6.00	106,700	638,900	6.00	102,400	634,600
Change from Original Appropriation	1.00	21,300	91,100	1.00	17,000	86,800
% Change from Original Appropriation		24.9%	16.6%		19.9%	15.8%

Developmental Disabilities Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	5.00	85,400	15,000	447,400	547,800
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	700	0	2,000	2,700
Governor's Recommendation	0.00	700	0	2,000	2,700
FY 2005 Total Appropriation					
Agency Request	5.00	86,100	15,000	449,400	550,500
Governor's Recommendation	5.00	86,100	15,000	449,400	550,500
Fund Adjustment (Non-cognizable)					
The Council was granted permission to increase personnel costs.					
Agency Request	0.00	0	0	11,100	11,100
Governor's Recommendation	0.00	0	0	11,100	11,100
Expenditure Object Transfer					
The Commission is transferring \$600 from operating expenditures down to trustee/benefits.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	5.00	86,100	15,000	460,500	561,600
Governor's Recommendation	5.00	86,100	15,000	460,500	561,600
Removal of One-Time Expenditures					
Removes non-cognizable funding increases and the one-time salary increase provided by HB 805.					
Agency Request	0.00	(700)	0	(13,100)	(13,800)
Governor's Recommendation	0.00	(700)	0	(13,100)	(13,800)
FY 2006 Base					
Agency Request	5.00	85,400	15,000	447,400	547,800
Governor's Recommendation	5.00	85,400	15,000	447,400	547,800
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	4,800	0	0	4,800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	3,700	0	0	3,700
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefits.					
Agency Request	0.00	3,200	0	0	3,200
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0

Developmental Disabilities Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	3,100	0	0	3,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	3,100	0	0	3,100
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	10,200	0	0	10,200
Governor's Recommendation	0.00	10,200	0	0	10,200
NS Adjustment - Non-Cog Ongoing					
The Commisison is requesting that the non-cognizable spending increase authorized in FY 2005 be made permanent. Personnel costs are being increased by \$11,100.					
Agency Request	0.00	0	0	11,100	11,100
Governor's Recommendation	0.00	0	0	11,100	11,100
FY 2006 Program Maintenance					
Agency Request	5.00	106,700	15,000	458,500	580,200
Governor's Recommendation	5.00	102,400	15,000	458,500	575,900
12. Staff Restoration for DD Council					
Federal fund spending authority is being requested to restore a program specialist position lost in budget cuts in FY 2003. The Council currently has five full-time employees. All requested funds are in personnel costs.					
Agency Request	1.00	0	0	58,700	58,700
Governor's Recommendation	1.00	0	0	58,700	58,700
FY 2006 Total					
Agency Request	6.00	106,700	15,000	517,200	638,900
Governor's Recommendation	6.00	102,400	15,000	517,200	634,600
Agency Request					
Change from Original App	1.00	21,300	0	69,800	91,100
% Change from Original App	20.0%	24.9%	0.0%	15.6%	16.6%
Governor's Recommendation					
Change from Original App	1.00	17,000	0	69,800	86,800
% Change from Original App	20.0%	19.9%	0.0%	15.6%	15.8%

Domestic Violence Council

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	3.00	12,500	3,213,900	3.00	12,500	3,213,900
Reappropriations	0.00	0	1,800	0.00	0	1,800
HB 805 One-time 1% Salary Increase	0.00	0	1,600	0.00	0	1,600
9. Increased Workload	1.00	0	572,600	1.00	0	572,600
Governor's Rescission	0.00	0	0	0.00	0	(400)
FY 2005 Total Appropriation	4.00	12,500	3,789,900	4.00	12,500	3,789,500
Removal of One-Time Expenditures	0.00	0	(3,400)	0.00	0	(3,000)
FY 2006 Base	4.00	12,500	3,786,500	4.00	12,500	3,786,500
Benefit Costs	0.00	0	2,800	0.00	0	2,200
General Inflation	0.00	0	45,700	0.00	0	0
Annualizations	0.00	0	40,000	0.00	0	40,000
CEC Permanent Employees	0.00	0	2,600	0.00	0	2,600
CEC Temporary Employees	0.00	0	100	0.00	0	100
27th Payroll	0.00	0	9,400	0.00	0	9,400
FY 2006 Total	4.00	12,500	3,887,100	4.00	12,500	3,840,800
Change from Original Appropriation	1.00	0	673,200	1.00	0	626,900
% Change from Original Appropriation		0.0%	20.9%		0.0%	19.5%

Domestic Violence Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	3.00	12,500	425,100	2,776,300	3,213,900

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	1,800	0	1,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,800</i>	<i>0</i>	<i>1,800</i>

HB 805 One-time 1% Salary Increase

Agency Request	0.00	0	1,600	0	1,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,600</i>	<i>0</i>	<i>1,600</i>

9. Increased Workload

Spending authority is being requested to hire a full-time employee with skills in fiscal, contract, and program monitoring to work with the executive director and two other employees to manage a total of 53 grants. These grants are to hospitals, government entities, and batterer treatment, domestic violence, and sexual assault programs. In addition, the Council is mandated to be the advisory body for programs and services affecting victims of domestic violence and other crimes in Idaho. While the range of responsibilities have grown over the past decade the staffing has not increased. This has created a situation where the Council is having difficulties meeting federal guidelines in grant monitoring. This request is for one FTP and \$90,000 for personnel costs to support a new position and hire temporary help when necessary, \$182,600 for operating expenditures, and \$300,000 for trustee/benefits.

Agency Request	1.00	0	162,600	410,000	572,600
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>162,600</i>	<i>410,000</i>	<i>572,600</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(400)</i>	<i>0</i>	<i>(400)</i>

FY 2005 Total Appropriation					
Agency Request	4.00	12,500	591,100	3,186,300	3,789,900
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>12,500</i>	<i>590,700</i>	<i>3,186,300</i>	<i>3,789,500</i>

Removal of One-Time Expenditures

Removes reappropriations and the one-time salary increase provided by HB 805.

Agency Request	0.00	0	(3,400)	0	(3,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(3,000)</i>	<i>0</i>	<i>(3,000)</i>

FY 2006 Base					
Agency Request	4.00	12,500	587,700	3,186,300	3,786,500
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>12,500</i>	<i>587,700</i>	<i>3,186,300</i>	<i>3,786,500</i>

Domestic Violence Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	2,800	0	2,800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	2,200	0	2,200
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefits.					
Agency Request	0.00	0	45,700	0	45,700
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Annualizations					
The Council is requesting an additional \$40,000 in spending authority in personnel for a full-year's costs of hiring the new position originally requested in the supplemental decision unit.					
Agency Request	0.00	0	20,000	20,000	40,000
Governor's Recommendation	0.00	0	20,000	20,000	40,000
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	0	2,600	0	2,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	2,600	0	2,600
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	0	100	0	100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	100	0	100
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	9,400	0	9,400
Governor's Recommendation	0.00	0	9,400	0	9,400
FY 2006 Total					
Agency Request	4.00	12,500	668,300	3,206,300	3,887,100
Governor's Recommendation	4.00	12,500	622,000	3,206,300	3,840,800

Domestic Violence Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	1.00	0	243,200	430,000	673,200
% Change from Original App	33.3%	0.0%	57.2%	15.5%	20.9%
<i>Governor's Recommendation</i>					
Change from Original App	1.00	0	196,900	430,000	626,900
% Change from Original App	33.3%	0.0%	46.3%	15.5%	19.5%

Indirect Support Services

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	16,370,300	18,104,300	16,486,900	18,928,700	18,770,800
Dedicated	3,461,500	3,682,700	501,300	529,300	529,300
Federal	22,681,000	20,615,000	22,778,800	17,551,800	17,421,900
Total:	42,512,800	42,402,000	39,767,000	37,009,800	36,722,000
Percent Change:		(0.3%)	(6.2%)	(6.9%)	(7.7%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	17,472,500	17,076,000	17,805,600	21,595,900	21,532,600
Operating Expenditures	24,321,300	24,449,300	21,961,400	15,370,000	15,189,400
Capital Outlay	719,000	876,700	0	43,900	0
Total:	42,512,800	42,402,000	39,767,000	37,009,800	36,722,000
Full-Time Positions (FTP)	211.82	300.32	297.83	350.33	350.33

Division Description

Indirect Support provides administrative functions for the Department of Health and Welfare. The Office of the Director provides central policy direction. Regional directors direct day-to-day activities throughout the state. The Office of Legal Services provides legal advice, monitoring and litigation services. The Division of Management Services manages the budget cash flow, controls the accounting and reporting process, performs internal reviews, manages physical assets, and processes all personnel actions. The Division of Information Systems plans and operates all data processing activities. Finally, the Division of Human Resource Services includes civil rights, workforce development, recruitment, process and system research, and employee relations.

Indirect Support Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	297.83	16,486,900	39,767,000	297.83	16,486,900	39,767,000
Reappropriations	0.00	0	2,395,700	0.00	0	2,395,700
HB 805 One-time 1% Salary Increase	0.00	87,400	158,800	0.00	87,400	158,800
7. IT Contractors to State Staff	21.00	484,600	881,100	21.00	484,600	881,100
8. IT Contractors - Savings Generated	0.00	(80,800)	(161,500)	0.00	(80,800)	(161,500)
Governor's Rescission	0.00	0	0	0.00	(221,400)	(420,100)
FY 2005 Total Appropriation	318.83	16,978,100	43,041,100	318.83	16,756,700	42,621,000
Non-Cognizable Funds and Transfers	2.50	300,000	(5,167,800)	2.50	300,000	(5,167,800)
FY 2005 Estimated Expenditures	321.33	17,278,100	37,873,300	321.33	17,056,700	37,453,200
Removal of One-Time Expenditures	0.00	(225,700)	(5,467,900)	0.00	(225,700)	(5,451,500)
Base Adjustments	0.00	0	0	0.00	221,400	403,700
FY 2006 Base	321.33	17,052,400	32,405,400	321.33	17,052,400	32,405,400
Benefit Costs	0.00	154,100	280,200	0.00	119,300	216,900
Inflationary Adjustments	0.00	99,300	180,600	0.00	0	0
Replacement Items	0.00	23,800	43,900	0.00	0	0
Nonstandard Adjustments	0.00	158,500	317,200	0.00	158,500	317,200
Annualizations	20.00	869,600	1,545,100	20.00	869,600	1,545,100
Change in Employee Compensation	0.00	98,800	179,700	0.00	98,800	179,700
27th Payroll	0.00	347,500	631,800	0.00	347,500	631,800
FY 2006 Program Maintenance	341.33	18,804,000	35,583,900	341.33	18,646,100	35,296,100
7. Citibank Call Center Relocation	0.00	124,700	267,600	0.00	124,700	267,600
14. Criminal History Checks	9.00	0	1,158,300	9.00	0	1,158,300
FY 2006 Total	350.33	18,928,700	37,009,800	350.33	18,770,800	36,722,000
Change from Original Appropriation	52.50	2,441,800	(2,757,200)	52.50	2,283,900	(3,045,000)
% Change from Original Appropriation		14.8%	(6.9%)		13.9%	(7.7%)

Indirect Support Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	297.83	16,486,900	501,300	22,778,800	39,767,000

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	2,395,700	0	2,395,700
Governor's Recommendation	0.00	0	2,395,700	0	2,395,700

HB 805 One-time 1% Salary Increase

Agency Request	0.00	87,400	0	71,400	158,800
Governor's Recommendation	0.00	87,400	0	71,400	158,800

7. IT Contractors to State Staff

This request is to begin converting IT contract staff to state employees beginning in September 2004. The plan is to hire five staff in September, five in November, six in February, and five in May for a total of 21 new employees this fiscal year. If this plan is approved an additional 20 would be converted over the coming fiscal year 2006. The department would like to use the savings generated throughout the agency's operating budget to fund the personnel costs. This proposal requests \$629,600 in personnel costs, of which \$346,300 is General Funds and \$283,300 is federal funds; and \$251,500 in one-time operating expenditures to train the new staff, of which \$138,300 is from the General Fund and \$113,200 is federal funds. The fund match is 55% General - 45% federal.

Agency Request	21.00	484,600	0	396,500	881,100
Governor's Recommendation	21.00	484,600	0	396,500	881,100

8. IT Contractors - Savings Generated

The department is requesting that the following amounts be transferred from various division operating budgets to convert IT contract staff to state employees:

	GENERAL	FEDERAL
Indirect Support Service	(\$80,800)	(\$80,700)
Public Health Services	(40,400)	(121,100)
Self-Reliance Programs	(198,300)	(242,300)
Children's Services	(101,200)	(101,200)
Community Mental Hlth	(67,300)	
TOTAL	(\$488,000)	(\$545,300)

The combination of supplemental 1. and 2. will save the department \$3,400 from the General Fund, and save \$148,800 in federal funds during the first year of implementation.

Agency Request	0.00	(80,800)	0	(80,700)	(161,500)
Governor's Recommendation	0.00	(80,800)	0	(80,700)	(161,500)

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of \$16,400 from the General Fund not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

Governor's Recommendation	0.00	(221,400)	0	(198,700)	(420,100)
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Indirect Support Services

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2005 Total Appropriation					
Agency Request	318.83	16,978,100	2,897,000	23,166,000	43,041,100
<i>Governor's Recommendation</i>	318.83	16,756,700	2,897,000	22,967,300	42,621,000

Non-Cognizable Funds and Transfers

The agency is transferring 1.00 FTP from Physical Health Services, 1.00 from ISSH, and .50 FTP from Children's Services to Indirect Support Services; and transferring in \$78,200 from the General Fund for employee termination leave payoffs throughout the department, \$66,200 for fair hearings associated with eligibility, and \$155,600 for EBT transactions (welfare payments) from Self-Reliance.

The department is increasing spending authority by \$28,000 in the dedicated portion of the Cooperative Welfare Fund to account for increased revenues, increasing federal funds by \$2,633,900 on a one-time basis to match the Reappropriation, and reducing the ongoing operating expenditures by \$8,129,700 in federal funds to match the anticipated level of actual funding.

	FTP	PC	OE	CO		
General		78,200	221,800			
Dedicated	2.50	28,000				
Federal			(8,129,700)			
Federal - OT			2,310,100	323,800		
TOTAL	2.50	\$106,200	(\$5,597,800)	\$323,800		
Agency Request	2.50		300,000	28,000	(5,495,800)	(5,167,800)
<i>Governor's Recommendation</i>	2.50		300,000	28,000	(5,495,800)	(5,167,800)

FY 2005 Estimated Expenditures					
Agency Request	321.33	17,278,100	2,925,000	17,670,200	37,873,300
<i>Governor's Recommendation</i>	321.33	17,056,700	2,925,000	17,471,500	37,453,200

Removal of One-Time Expenditures

Removes reappropriations, non-cognizable fund increases, and the one-time salary increase provided in HB 805.

Agency Request	0.00	(225,700)	(2,423,700)	(2,818,500)	(5,467,900)
<i>Governor's Recommendation</i>	0.00	(225,700)	(2,423,700)	(2,802,100)	(5,451,500)

Base Adjustments

Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	0.00	221,400	0	182,300	403,700

FY 2006 Base					
Agency Request	321.33	17,052,400	501,300	14,851,700	32,405,400
<i>Governor's Recommendation</i>	321.33	17,052,400	501,300	14,851,700	32,405,400

Indirect Support Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	154,100	0	126,100	280,200
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	119,300	0	97,600	216,900
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	99,300	0	81,300	180,600
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Replacement Items include \$12,900 for one sedan, and \$31,000 for 60 desktop computers.					
Agency Request	0.00	23,800	0	20,100	43,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Attorney General fees are reduced by \$14,300, building services space charge increased by \$31,100, risk management reduced by \$27,900, State Controller fees increased by \$288,800, State Treasurer fees increased by \$7,000, and non-state office rent reduced by \$4,500. The department is requesting \$9,000 for alteration and repair projects to 1) replace cement stairs at Blackfoot townhouse - \$5,000, and 2) install eye wash stations at Blackfoot townhouse - \$4,000. A request is also made to make ongoing the non-cognizable spending increase of \$28,000 in personnel costs from dedicated funds authorized in FY 2005.					
Agency Request	0.00	158,500	28,000	130,700	317,200
Governor's Recommendation	0.00	158,500	28,000	130,700	317,200

Indirect Support Services

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Annualizations

1) IT CONTRACTORS TO STATE STAFF: This request is to continue converting IT contract staff to state employees beginning in August 2005. The plan is to hire four staff in August, five in November, four in February, and seven in May for a total of 20 new employees in FY 2006. The department would like to use the savings generated throughout the agency's operating budget to fund the personnel costs. This proposal requests \$1,505,400 in personnel costs of which \$827,900 is General Funds and \$677,500 is federal funds; and \$438,500 in one-time operating expenditures to train the new staff of which \$241,200 is from the General Fund and \$197,300 is federal funds. The fund match is 55% General to 45% federal. The increased cost to this Division is $(\$1,069,100 + \$874,800) - (\$199,500 + \$199,300) = \$1,545,100$.

	GENERAL	FEDERAL	TOTAL
Indirect Support Services	\$1,069,100	\$874,800	\$1,943,900

2) IT CONTRACTORS SAVINGS - ALL DIVISIONS:

	GENERAL	FEDERAL	TOTAL
Indirect Support Services	(\$199,500)	(\$199,300)	
Physical Health Services	(60,500)	(181,500)	
Self-Reliance Programs	(469,000)	(573,200)	
Children's Services	(301,200)	(301,100)	
Community Mental Hlth	(53,300)		
Medical Assistance Svcs	(52,100)	(52,100)	
TOTAL	(\$1,135,600)	(\$1,307,200)	(\$2,442,800)

NET SAVINGS IN FY 2006 FOR ALL DIVISIONS:

	GENERAL	FEDERAL	TOTAL
TOTAL	(\$66,500)	(\$432,400)	(\$498,900)

It will save the department an additional \$66,500 from the General Fund and \$432,400 in federal funds in FY 2006 for a total savings of \$208,200 from the General Fund and \$694,400 from federal funds.

Agency Request	20.00	869,600	0	675,500	1,545,100
Governor's Recommendation	20.00	869,600	0	675,500	1,545,100

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	98,800	0	80,900	179,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	98,800	0	80,900	179,700

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	347,500	0	284,300	631,800
Governor's Recommendation	0.00	347,500	0	284,300	631,800

FY 2006 Program Maintenance					
Agency Request	341.33	18,804,000	529,300	16,250,600	35,583,900
Governor's Recommendation	341.33	18,646,100	529,300	16,120,700	35,296,100

Indirect Support Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Citibank Call Center Relocation					
<p>The department contracts with JP Morgan EFS to set up and maintain electronic benefit transfer accounts for Food Stamps, cash assistance, and child support. Part of this contract includes a customer service call center, which answers an average of 1,100 calls each month. The contractor staffs these calls in India. The United States Department of Agriculture has indicated it will not fund expenses with any federal match that supports foreign outsourcing. Other benefits of moving the call center services back to the United States could be better customer service and additional job opportunities for the American economy. The department is proposing to amend the contract with JP Morgan for one year, and will provide further clarification before implementation. The contractor has stated it will take 6 to 8 months to implement once the contract amendment is approved by both parties. This request is for \$267,600 in additional operating expenditures. The federal funds will come from the Child Support Grant, Food Stamp Grant, and TANF.</p>					
Agency Request	0.00	124,700	0	142,900	267,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>124,700</i>	<i>0</i>	<i>142,900</i>	<i>267,600</i>

14. Criminal History Checks

This request is for nine additional FTP and \$457,400 in personnel costs and \$700,900 in operating expenditures. Idaho has chosen to take part in a federally funded pilot project that will test the feasibility of requiring criminal background checks for providers and their employees with direct patient access in long-term care facilities. The pilot will include an educational component to prevent abuse and neglect by employees. The pilot will provide information for Congress to develop model legislation requiring criminal history background checks for employees working in long-term care settings. In Idaho we currently conduct criminal history background checks on many types of health care providers and employees, except those providing services to clients in long-term care settings. The grant funding will cover the providers' share of expenses for the background checks during the pilot period. The Centers for Medicare and Medicaid plans on notifying states of the grant awards in November 2004. States will be required to include specific types of long-term care providers and employees in the pilot and develop legislation or rules to support this requirement. The funding will continue through September 1, 2007.

The grant will provide funding for seven technical records specialists to operate fingerprint locations in each region of the state, and two health facility surveyors.

Agency Request	9.00	0	0	1,158,300	1,158,300
<i>Governor's Recommendation</i>	<i>9.00</i>	<i>0</i>	<i>0</i>	<i>1,158,300</i>	<i>1,158,300</i>

FY 2006 Total					
Agency Request	350.33	18,928,700	529,300	17,551,800	37,009,800
<i>Governor's Recommendation</i>	<i>350.33</i>	<i>18,770,800</i>	<i>529,300</i>	<i>17,421,900</i>	<i>36,722,000</i>
Agency Request					
Change from Original App	52.50	2,441,800	28,000	(5,227,000)	(2,757,200)
% Change from Original App	17.6%	14.8%	5.6%	(22.9%)	(6.9%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>52.50</i>	<i>2,283,900</i>	<i>28,000</i>	<i>(5,356,900)</i>	<i>(3,045,000)</i>
<i>% Change from Original App</i>	<i>17.6%</i>	<i>13.9%</i>	<i>5.6%</i>	<i>(23.5%)</i>	<i>(7.7%)</i>

Medical Assistance Services

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	241,307,300	240,581,600	288,171,600	339,569,200	321,271,400
Dedicated	51,159,900	77,211,400	63,988,100	79,206,700	79,206,700
Federal	572,811,400	688,062,200	699,241,400	798,372,300	755,553,100
Total:	865,278,600	1,005,855,200	1,051,401,100	1,217,148,200	1,156,031,200
Percent Change:		16.2%	4.5%	15.8%	10.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	12,954,400	13,769,300	15,252,700	17,578,700	17,525,000
Operating Expenditures	18,474,300	22,575,300	20,614,400	18,707,300	18,517,800
Capital Outlay	29,600	203,400	0	71,700	0
Trustee/Benefit	833,820,300	969,307,200	1,015,534,000	1,180,790,500	1,119,988,400
Total:	865,278,600	1,005,855,200	1,051,401,100	1,217,148,200	1,156,031,200
Full-Time Positions (FTP)	233.56	251.50	257.00	279.00	279.00

Division Description

The Division of Medical Assistance has responsibilities that include administering plans to finance and deliver health services for people at risk due to low income and other factors, such as youth, old age, pregnancy, or disability, pursuant to state and federal Medicaid requirements. Additional responsibilities involve licensing and certification of health facilities to meet state and federal requirements and to participate in Medicaid and Medicare.

Medical Assistance Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	257.00	288,171,600	1,051,401,100	257.00	288,171,600	1,051,401,100
HB 805 One-time 1% Salary Increase	0.00	49,900	134,800	0.00	49,900	134,800
3. Medicaid Use Increases	0.00	15,457,900	65,719,900	0.00	15,457,900	65,719,900
5. Medicaid Buy-In for Disabled	3.00	0	102,800	3.00	0	102,800
6. Adult Access Card Program	3.00	0	124,700	3.00	0	124,700
Governor's Rescission	0.00	0	0	0.00	(11,300)	(19,300)
FY 2005 Total Appropriation	263.00	303,679,400	1,117,483,300	263.00	303,668,100	1,117,464,000
Non-Cognizable Funds and Transfers	0.00	(4,800)	118,600	0.00	(4,800)	118,600
FY 2005 Estimated Expenditures	263.00	303,674,600	1,117,601,900	263.00	303,663,300	1,117,582,600
Removal of One-Time Expenditures	0.00	(160,100)	(2,758,200)	0.00	(148,800)	(2,738,900)
FY 2006 Base	263.00	303,514,500	1,114,843,700	263.00	303,514,500	1,114,843,700
Benefit Costs	0.00	78,100	237,200	0.00	60,400	183,500
Inflationary Adjustments	0.00	29,379,600	99,172,400	0.00	11,076,400	38,134,500
Replacement Items	0.00	36,000	71,700	0.00	0	0
Nonstandard Adjustments	0.00	(40,700)	40,400	0.00	(40,700)	40,400
Annualizations	0.00	(468,400)	1,373,300	0.00	(468,400)	1,373,300
Change in Employee Compensation	0.00	49,800	140,500	0.00	49,800	140,500
27th Payroll	0.00	187,600	528,100	0.00	187,600	528,100
Fund Shifts	0.00	6,551,800	0	0.00	6,551,800	0
FY 2006 Program Maintenance	263.00	339,288,300	1,216,407,300	263.00	320,931,400	1,155,244,000
4. Estate Recovery	3.00	(34,200)	171,000	3.00	37,700	242,900
9. Mental Hlth Care Provider Credentialing	1.00	7,200	(245,000)	1.00	7,200	(245,000)
10. Community Based Long-Term Care	7.00	99,700	398,500	7.00	99,700	398,500
15. Health Facility Surveyors	4.00	151,600	303,200	4.00	138,800	277,600
17. Develop County Options Project	1.00	56,600	113,200	1.00	56,600	113,200
FY 2006 Total	279.00	339,569,200	1,217,148,200	279.00	321,271,400	1,156,031,200
Change from Original Appropriation	22.00	51,397,600	165,747,100	22.00	33,099,800	104,630,100
% Change from Original Appropriation		17.8%	15.8%		11.5%	10.0%

Medical Assistance Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	257.00	288,171,600	63,988,100	699,241,400	1,051,401,100
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	49,900	0	84,900	134,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>49,900</i>	<i>0</i>	<i>84,900</i>	<i>134,800</i>

3. Medicaid Use Increases

The department is requesting an ongoing increase for provider payments. The amount requested is mainly due to increases in prescription drugs, community mental health services, developmentally disabled services and home and community-based waiver services. The cost of medical assistance services is approximately 70% federal funds and 30% General Funds. Due primarily to the increase in prescription drug usage that result in rebates back to the state, the department is requesting an increase in spending authority for receipts of \$13,148,500.

FY 2005 ORIGINAL APPROPRIATION FOR PROVIDER PAYMENTS:

\$675,301,000	Federal Funds
276,479,900	General Funds
61,711,400	Receipts (Dedicated)
1,389,200	Idaho Health Insurance Access Card (Dedicated)
650,000	Liquor Control Fund (Dedicated)
2,500	Medical Assistance (Dedicated)
\$1,015,534,000	TOTAL

Agency Request	0.00	15,457,900	13,148,500	37,113,500	65,719,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,457,900</i>	<i>13,148,500</i>	<i>37,113,500</i>	<i>65,719,900</i>

5. Medicaid Buy-In for Disabled

Section 8 of Senate Bill 1429, 2004 Legislative Session reads as follows: It is the intent of the Idaho Legislature that the Department of Health and Welfare begin the Medicaid Buy-In Program in fiscal year 2005 with existing financial resources. Implementation should be based on budget neutrality.

The department received a grant from the Centers for Medicare and Medicaid Services (CMS) to develop the necessary infrastructure for a Medicaid buy-in program. This request is for 3.00 FTP to design and coordinate program development, administer grant activities, manage automation, complete federal reports, develop business requirements, write rules, prepare and present training materials, and develop policy handbooks. The department is proposing to hire a project manager, a planner and an administrative assistant with associated operating expenses. All of the proposed costs would be funded with federal dollars under a Medicaid Infrastructure Grant awarded by CMS.

Analyst Comment: The department is requesting spending authority for an additional \$102,800 for this effort in an Annualization decision unit.

Agency Request	3.00	0	0	102,800	102,800
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>0</i>	<i>0</i>	<i>102,800</i>	<i>102,800</i>

Medical Assistance Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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6. Adult Access Card Program

Chapter 2, Title 56, Idaho Code directs the department to implement a premium assistance program targeted to small business. The department is requesting spending authority to hire a program supervisor and two medical program specialists to implement a Small Business Health Insurance Pilot Program to provide premium assistance to buy health insurance. Implementation will require revisions to federal regulatory approvals, administrative rules, public information/outreach strategies, and automated systems. This decision unit requests \$97,700 for personnel costs, and \$27,000 for operating expenditures of which \$18,000 will be for consultants, \$4,500 for supplies, and \$4,500 for miscellaneous expenses.

Analyst Comment: The department is requesting spending authority for an additional \$1,374,700 for this effort in an Annualization decision unit.

Agency Request	3.00	0	26,100	98,600	124,700
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>0</i>	<i>26,100</i>	<i>98,600</i>	<i>124,700</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(11,300)</i>	<i>0</i>	<i>(8,000)</i>	<i>(19,300)</i>
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FY 2005 Total Appropriation

Agency Request	263.00	303,679,400	77,162,700	736,641,200	1,117,483,300
<i>Governor's Recommendation</i>	<i>263.00</i>	<i>303,668,100</i>	<i>77,162,700</i>	<i>736,633,200</i>	<i>1,117,464,000</i>

Non-Cognizable Funds and Transfers

The department is increasing spending authority in personnel costs by \$123,400 in federal funds, and transferring \$4,800 from the General Fund to Indirect Support Services for increases in termination payoffs.

Agency Request	0.00	(4,800)	0	123,400	118,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,800)</i>	<i>0</i>	<i>123,400</i>	<i>118,600</i>

FY 2005 Estimated Expenditures

Agency Request	263.00	303,674,600	77,162,700	736,764,600	1,117,601,900
<i>Governor's Recommendation</i>	<i>263.00</i>	<i>303,663,300</i>	<i>77,162,700</i>	<i>736,756,600</i>	<i>1,117,582,600</i>

Removal of One-Time Expenditures

Removes non-cognizable funding increases authorized in FY 2005, one-time expenditures appropriated in FY 2005, and the one-time salary increase provided for in HB 805.

Agency Request	0.00	(160,100)	(139,800)	(2,458,300)	(2,758,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(148,800)</i>	<i>(139,800)</i>	<i>(2,450,300)</i>	<i>(2,738,900)</i>

FY 2006 Base

Agency Request	263.00	303,514,500	77,022,900	734,306,300	1,114,843,700
<i>Governor's Recommendation</i>	<i>263.00</i>	<i>303,514,500</i>	<i>77,022,900</i>	<i>734,306,300</i>	<i>1,114,843,700</i>

Medical Assistance Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	78,100	0	159,100	237,200
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	60,400	0	123,100	183,500
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% for an increase of \$235,800 in operating expenditures. The department is also requesting \$45,162,200 for caseload growth and \$53,774,400 for medical inflation.					
Agency Request	0.00	29,379,600	58,100	69,734,700	99,172,400
<i>The Governor recommends no increase for general inflation. For provider payments the Governor recommends an increase of \$38,134,500.</i>					
Governor's Recommendation	0.00	11,076,400	58,100	27,000,000	38,134,500
Replacement Items					
The department is requesting \$25,800 to replace two sedans and \$45,900 to replace 89 desktop computers.					
Agency Request	0.00	36,000	0	35,700	71,700
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
Nonstandard Adjustments include a \$84,800 reduction for non-state office rent, an increase of \$123,400 in personnel costs from federal funds, and an \$1,800 increase in building services space charges.					
Agency Request	0.00	(40,700)	0	81,100	40,400
Governor's Recommendation	0.00	(40,700)	0	81,100	40,400
Annualizations					
MEDICAID BUY-IN PROGRAM: The department is requesting \$93,000 in personnel costs, and \$9,800 in operating expenditures in addition to the supplemental request to implement a Medicaid Buy-In Program for a total of \$102,800.					
ADULT ACCESS PROGRAM: The department is requesting \$97,700 in personnel costs, and \$27,000 in operating expenditures, and \$1,250,000 in trustee/benefits in addition to the supplemental request to implement the Adult Access Program.					
IT CONTRACTORS - SAVINGS GENERATED: The department is proposing to reduce the amount allocated for contract program design and development in the Medicaid Division to account for the increase in IT staff in the Indirect Support Services Division. The department is proposing that contract services be converted to a state employee workforce for a savings of \$52,100 from the General Fund and \$52,100 in federal funds in this division.					
Agency Request	0.00	(468,400)	1,704,000	137,700	1,373,300
Governor's Recommendation	0.00	(468,400)	1,704,000	137,700	1,373,300

Medical Assistance Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	49,800	700	90,000	140,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	49,800	700	90,000	140,500

27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	187,600	3,300	337,200	528,100
Governor's Recommendation	0.00	187,600	3,300	337,200	528,100

Fund Shifts					
The department is requesting \$6,464,300 from the General Fund to compensate for the FMAP rate change from 70.58% to 69.953%, and \$87,500 from the General Fund and \$17,700 from dedicated funds to compensate for the enhanced Federal Medical Assistance Participation rate change from 79.403% to 78.965%.					
Agency Request	0.00	6,551,800	17,700	(6,569,500)	0
Governor's Recommendation	0.00	6,551,800	17,700	(6,569,500)	0

FY 2006 Program Maintenance					
Agency Request	263.00	339,288,300	78,806,700	798,312,300	1,216,407,300
Governor's Recommendation	263.00	320,931,400	78,806,700	755,505,900	1,155,244,000

4. Estate Recovery

The department is requesting three full-time staff to help in their efforts to recover money from estates of people who have used Medicaid services. The department will hire two technical records specialists and an administrative assistant will work with a deputy attorney general to recover the funds. The department proposes transferring \$85,500 equally from both the General Fund and federal funds in trustee/benefits into personnel costs and operating expenditures for a total of \$171,000, and then recover an additional \$400,000 into trustee/benefits in FY 2006.

Agency Request	3.00	(34,200)	400,000	(194,800)	171,000
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The Governor is recommending an additional deputy attorney general to administer the Medicaid Estate Recovery Program. The Estate Recovery caseload has been climbing dramatically for several years, resulting in more estate claims, more litigation and more recoveries for the program. The addition of a deputy attorney general will contribute to a positive return-on-investment for the state. The recommendation is for an additional \$71,900 from the General Fund.

Governor's Recommendation	3.00	37,700	400,000	(194,800)	242,900
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9. Mental Hlth Care Provider Credentialing

The department is proposing to modify the rules for mental health care providers to develop basic requirements and standards for professionals who deliver services through Medicaid. Mental health clinic service expenditures have increased from \$40.6 million in FY 2003 to \$59.3 million in FY 2004, and are projected at \$71.6 in FY 2005. The department would like to hire a medical program specialist at a cost of \$55,000 and contract for credentialing activities at an estimated cost of \$348,000. The remaining \$2,000 in operating expenditures would be for travel and administrative supplies. As a consequence of credentialing mental health providers the department is estimating a savings of \$650,000 in trustee/benefits in FY 2006. The state match rate for providing this credentialing would be 50%:50% state to federal funds versus the savings in trustee/benefits which is a match of 30%:70% state to federal funds.

Agency Request	1.00	7,200	0	(252,200)	(245,000)
Governor's Recommendation	1.00	7,200	0	(252,200)	(245,000)

Medical Assistance Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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10. Community Based Long-Term Care

This request is to provide one nurse reviewer in each of the seven regions to perform the critical function of conducting health assessments and medical determinations to see if people are eligible for community-based long-term care services. Community based services allow people to remain in their homes and receive Medicaid covered services rather than using more expensive nursing homes services. The program has a monthly state caseload of almost 5,900 persons receiving waived services whereas a year ago the state's caseload was 5,200. This caseload increase results in delayed health assessments. This request is for \$385,000 in personnel costs and \$13,500 in operating expenditures.

Agency Request	7.00	99,700	0	298,800	398,500
<i>Governor's Recommendation</i>	<i>7.00</i>	<i>99,700</i>	<i>0</i>	<i>298,800</i>	<i>398,500</i>

15. Health Facility Surveyors

The Medicaid Facility Standards Bureau has 5.5 surveyors to inspect and monitor Idaho's 261 assisted living facilities. The number of facilities has increased by 15% since 1999, with nearly two dozen new facilities under construction or with active plans to open their doors within several months. The department has been unable to meet statutory and safety requirements for inspections at the current facilities. Under current law, each of the 261 assisted living facilities is required to be surveyed and licensed annually. These facilities provide home and care services to more than 6,500 residents, including 2000 Medicaid clients. Last year the Bureau was able to accomplish only 18% of the statutorily required surveys due to limited personnel. This request is for four more health facility surveyors based in the Division of Medicaid's central office in Boise.

At the direction of the 2004 Legislature, the department developed a workgroup involving stakeholders, advocates, and clients to streamline the licensing and survey processes for assisted living facilities including residential or assisted living facilities (RALF's). The Department will also be proposing legislation during the current session to revise §39-3301 and §39-3501 Idaho Code to streamline the regulatory process and meet safety and health needs of facility residents.

Agency Request	4.00	151,600	0	151,600	303,200
<i>The Governor recommended that operating expenditures be reduced from \$51,200 to \$25,600.</i>					
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>138,800</i>	<i>0</i>	<i>138,800</i>	<i>277,600</i>

17. Develop County Options Project

Idaho has an incident-based medically indigent health care program that is funded with county and state funds. In the FY 2004 appropriation (SB 1202), the Legislature requested the department work with federal officials, the Idaho Association of Counties and other health care interest groups in exploring and evaluating ways the present county indigent program could draw federal match through the state's Medicaid program.

The outcome of this process is the development of a concept to:

- 1) Expand health services to a currently underserved and uninsured population
- 2) Build on the existing county indigent program
- 3) Control costs by capping the enrollment (and therefore expenditures)
- 4) Require a Health Insurance Flexibility and Accountability (HIFA) demonstration initiative to waive specific Medicaid requirements.

The department will be seeking approval to pursue this project through a resolution this legislative session. Following the approval, the department will work to develop and secure a HIFA waiver, and if approved by the federal Centers for Medicare and Medicaid (CMS), the program will be phased-in over a five-year period. The department is requesting funding of \$63,200 in personnel costs to hire a planner, \$30,000 in operating costs for consulting services to secure the HIFA waiver, and \$20,000 in travel, supplies, and miscellaneous operating costs.

Agency Request	1.00	56,600	0	56,600	113,200
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>56,600</i>	<i>0</i>	<i>56,600</i>	<i>113,200</i>

Medical Assistance Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	279.00	339,569,200	79,206,700	798,372,300	1,217,148,200
<i>Governor's Recommendation</i>	279.00	321,271,400	79,206,700	755,553,100	1,156,031,200
Agency Request					
Change from Original App	22.00	51,397,600	15,218,600	99,130,900	165,747,100
% Change from Original App	8.6%	17.8%	23.8%	14.2%	15.8%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	22.00	33,099,800	15,218,600	56,311,700	104,630,100
<i>% Change from Original App</i>	8.6%	11.5%	23.8%	8.1%	10.0%

Public Health Services

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Physical Health Services	53,063,900	57,841,100	57,749,200	68,303,600	67,597,000
Emergency Medical Services	5,175,400	3,915,300	5,582,700	6,341,700	6,253,900
Laboratory Services	5,690,900	6,383,700	5,303,900	5,211,400	5,150,200
Total:	63,930,200	68,140,100	68,635,800	79,856,700	79,001,100
BY FUND CATEGORY					
General	6,621,800	6,600,000	6,997,400	8,070,300	7,523,700
Dedicated	14,129,200	14,509,800	14,495,800	14,940,500	14,900,200
Federal	43,179,200	47,030,300	47,142,600	56,845,900	56,577,200
Total:	63,930,200	68,140,100	68,635,800	79,856,700	79,001,100
Percent Change:		6.6%	0.7%	16.3%	15.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	11,021,200	9,824,700	11,982,200	12,853,500	12,812,000
Operating Expenditures	14,982,600	12,210,000	16,196,300	16,106,900	15,872,200
Capital Outlay	9,500	4,125,800	0	53,500	0
Trustee/Benefit	37,416,900	41,979,600	39,957,300	50,842,800	50,316,900
Lump Sum	500,000	0	500,000	0	0
Total:	63,930,200	68,140,100	68,635,800	79,856,700	79,001,100
Full-Time Positions (FTP)	200.62	202.63	203.63	202.63	202.63

Division Description

The Division of Public Health includes Public Health Services, Emergency Medical Services, and Laboratory Services. Public Health provides services in seventeen different program areas that are primarily delivered through contracts with the local public health districts and other providers. Program areas include: immunizations, chronic and communicable disease prevention and intervention, food safety, reduction of health risks from environmental exposures, promotion of maternal and child health, improving access to rural health care, and vital records.

Emergency Medical Services (EMS) plans and implements a statewide system designed to respond to critical illness and injury situations, as well as medical response to disasters. This program trains EMS personnel, conducts ambulance licensing, certifies and recertifies EMT's and other categories of EMS personnel, operates the statewide EMS communications center, provides technical assistance and grants to community EMS units, evaluates EMS system performance, and other related activities.

Laboratory Services is one of several basic support systems administered by the Division of Public Health for a variety of physical health programs, environmental control programs, and other divisions and programs of the Department. In addition, the Bureau of Laboratories provides laboratory support to the local district health departments and other departments of state government in accordance with written agreements.

Physical Health Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	133.33	4,546,900	57,749,200	133.33	4,546,900	57,749,200
Reappropriations	0.00	0	1,800	0.00	0	1,800
HB 805 One-time 1% Salary Increase	0.00	59,800	64,300	0.00	59,800	64,300
8. IT Contractors Savings	0.00	(40,400)	(161,500)	0.00	(40,400)	(161,500)
Governor's Rescission	0.00	0	0	0.00	(11,700)	(11,700)
FY 2005 Total Appropriation	133.33	4,566,300	57,653,800	133.33	4,554,600	57,642,100
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FTP or Fund Adjustment (Non-cognizable)	(1.00)	0	10,270,000	(1.00)	0	10,270,000
Expenditure Object Transfer	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	132.33	4,566,300	67,923,800	132.33	4,554,600	67,912,100
Removal of One-Time Expenditures	0.00	(59,800)	(10,836,100)	0.00	(48,100)	(10,824,400)
FY 2006 Base	132.33	4,506,500	57,087,700	132.33	4,506,500	57,087,700
Benefit Costs	0.00	113,900	121,200	0.00	88,200	93,900
General Inflation	0.00	375,800	617,800	0.00	0	0
Medical Inflation	0.00	64,100	64,100	0.00	64,100	64,100
Computer Replacement	0.00	800	1,500	0.00	0	0
Annualization - IT Contractor Savings	0.00	(60,500)	(242,000)	0.00	(60,500)	(242,000)
CEC Permanent Employees	0.00	63,400	67,400	0.00	63,400	67,400
CEC Temporary Employees	0.00	3,000	3,200	0.00	3,000	3,200
27th Payroll	0.00	237,500	252,700	0.00	237,500	252,700
NS Adjustment - Non-Cogs Ongoing	0.00	0	10,270,000	0.00	0	10,270,000
FY 2006 Program Maintenance	132.33	5,304,500	68,243,600	132.33	4,902,200	67,597,000
3. Add'l Vaccine for School Entry Rules	0.00	60,000	60,000	0.00	0	0
FY 2006 Total	132.33	5,364,500	68,303,600	132.33	4,902,200	67,597,000
Change from Original Appropriation	(1.00)	817,600	10,554,400	(1.00)	355,300	9,847,800
% Change from Original Appropriation		18.0%	18.3%		7.8%	17.1%

Physical Health Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	133.33	4,546,900	9,986,500	43,215,800	57,749,200

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	1,800	0	1,800
Governor's Recommendation	0.00	0	1,800	0	1,800

HB 805 One-time 1% Salary Increase

Agency Request	0.00	59,800	0	4,500	64,300
Governor's Recommendation	0.00	59,800	0	4,500	64,300

8. IT Contractors Savings

The department is requesting to use operating expenditures for contract IT support and maintenance from throughout the different divisions and transfer those dollars into personnel costs in the Indirect Support Services Division. These funds would be used to hire 20 information technology professionals in FY 2005 and 20 in FY 2006. If this request is approved the following amount will be removed from this program and appropriated in Indirect Support Services Division.

Agency Request	0.00	(40,400)	0	(121,100)	(161,500)
Governor's Recommendation	0.00	(40,400)	0	(121,100)	(161,500)

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

Governor's Recommendation	0.00	(11,700)	0	0	(11,700)
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FY 2005 Total Appropriation

Agency Request	133.33	4,566,300	9,988,300	43,099,200	57,653,800
Governor's Recommendation	133.33	4,554,600	9,988,300	43,099,200	57,642,100

Non-Cognizable Funds and Transfers

Distribute Millennium Funds to operating expenditures.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FTP or Fund Adjustment (Non-cognizable)

Spending authority is increased in the dedicated funds due to the collection of additional fees associated with requests for test kits and analysis for newborn metabolic screening, an increase in the number of vital records requested, and an increase in the food rebates received from the Women's, Infants and Children (WIC) program. Personnel costs were increased by \$50,000, operating costs by \$205,000, and trustee/benefits by \$515,000.

Federal funds were increased due to bioterrorism grant awards and increased funding from existing federal grant awards. Personnel costs were increased by \$600,000 and trustee/benefits by \$8,900,000.

One FTP was transferred to Indirect Support Services.

Agency Request	(1.00)	0	770,000	9,500,000	10,270,000
Governor's Recommendation	(1.00)	0	770,000	9,500,000	10,270,000

Physical Health Services

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Expenditure Object Transfer

The department transferred \$500,000 from operating expenditures to trustee/benefits.

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2005 Estimated Expenditures

Agency Request	132.33	4,566,300	10,758,300	52,599,200	67,923,800
<i>Governor's Recommendation</i>	<i>132.33</i>	<i>4,554,600</i>	<i>10,758,300</i>	<i>52,599,200</i>	<i>67,912,100</i>

Removal of One-Time Expenditures

Removes reappropriations, non-cognizable spending authority, and one-time salary increase provided in HB 805.

Agency Request	0.00	(59,800)	(1,271,800)	(9,504,500)	(10,836,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(48,100)</i>	<i>(1,271,800)</i>	<i>(9,504,500)</i>	<i>(10,824,400)</i>

FY 2006 Base

Agency Request	132.33	4,506,500	9,486,500	43,094,700	57,087,700
<i>Governor's Recommendation</i>	<i>132.33</i>	<i>4,506,500</i>	<i>9,486,500</i>	<i>43,094,700</i>	<i>57,087,700</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	113,900	0	7,300	121,200
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>88,200</i>	<i>0</i>	<i>5,700</i>	<i>93,900</i>
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General Inflation

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	375,800	0	242,000	617,800
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Medical Inflation

Includes a medical inflationary increase of 3.0% in operating expenditures.

Agency Request	0.00	64,100	0	0	64,100
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Includes a medical inflationary increase of 3.0% in operating expenditures.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>64,100</i>	<i>0</i>	<i>0</i>	<i>64,100</i>
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Computer Replacement

The request is to replace 3 desktop computers at a unit cost of \$516.

Agency Request	0.00	800	0	700	1,500
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Physical Health Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Annualization - IT Contractor Savings					
As part of the proposal to convert contract IT professionals to state employees the department is requesting to reduce operating expenditures in the current program by the following amount and transfer that funding to Indirect Support Services.					
Agency Request	0.00	(60,500)	0	(181,500)	(242,000)
Governor's Recommendation	0.00	(60,500)	0	(181,500)	(242,000)
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	63,400	0	4,000	67,400
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	63,400	0	4,000	67,400
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	3,000	0	200	3,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	3,000	0	200	3,200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	237,500	0	15,200	252,700
Governor's Recommendation	0.00	237,500	0	15,200	252,700
NS Adjustment - Non-Cogs Ongoing					
The department is requesting that the non-cognizable spending increases authorized in FY 2005 be made permanent. Personnel costs are being increased by \$650,000, operating expenditures by \$205,000, and trustee/benefits by \$9,415,000.					
Agency Request	0.00	0	770,000	9,500,000	10,270,000
Governor's Recommendation	0.00	0	770,000	9,500,000	10,270,000
FY 2006 Program Maintenance					
Agency Request	132.33	5,304,500	10,256,500	52,682,600	68,243,600
Governor's Recommendation	132.33	4,902,200	10,256,500	52,438,300	67,597,000
3. Add'l Vaccine for School Entry Rules					
The department is requesting operating expenditures to pay the state's share of two more vaccines needed to meet proposed school and day care rules. Two new rules will be proposed that recommend children receive two doses of measles, mumps and rubella (MMR), and five doses of diphtheria, tetanus and acellular pertussis (DTAP). At this time only one dose of MMR and four doses of DTAP are required. The additional doses will boost children's immunity to disease.					
Agency Request	0.00	60,000	0	0	60,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	132.33	5,364,500	10,256,500	52,682,600	68,303,600
Governor's Recommendation	132.33	4,902,200	10,256,500	52,438,300	67,597,000

Physical Health Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	(1.00)	817,600	270,000	9,466,800	10,554,400
% Change from Original App	(0.8%)	18.0%	2.7%	21.9%	18.3%
<i>Governor's Recommendation</i>					
Change from Original App	(1.00)	355,300	270,000	9,222,500	9,847,800
% Change from Original App	(0.8%)	7.8%	2.7%	21.3%	17.1%

Emergency Medical Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	27.76	353,100	5,582,700	27.76	353,100	5,582,700
HB 805 One-time 1% Salary Increase	0.00	2,300	15,900	0.00	2,300	15,900
Governor's Rescission	0.00	0	0	0.00	0	(5,200)
FY 2005 Total Appropriation	27.76	355,400	5,598,600	27.76	355,400	5,593,400
Fund Adjustment (Non-cognizable)	0.00	0	250,000	0.00	0	250,000
FY 2005 Estimated Expenditures	27.76	355,400	5,848,600	27.76	355,400	5,843,400
Removal of One-Time Expenditures	0.00	(2,300)	(395,900)	0.00	(2,300)	(390,700)
FY 2006 Base	27.76	353,100	5,452,700	27.76	353,100	5,452,700
Benefit Costs	0.00	9,200	24,300	0.00	7,100	18,800
General Inflation	0.00	10,400	47,300	0.00	0	0
Replacement Vehicles	0.00	17,700	34,000	0.00	0	0
Replacement Computers	0.00	1,000	1,000	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	0	(600)	0.00	0	(600)
CEC Permanent Employees	0.00	4,800	12,500	0.00	4,800	12,500
CEC Temporary Employees	0.00	1,100	3,100	0.00	1,100	3,100
27th Payroll	0.00	23,800	62,700	0.00	23,800	62,700
NS Adjustment - Non-State Rent Increase	0.00	0	10,100	0.00	0	10,100
NS Adjustment - Non-Cog Ongoing	0.00	0	250,000	0.00	0	250,000
FY 2006 Program Maintenance	27.76	421,100	5,897,100	27.76	389,900	5,809,300
18. Match Appropriation to Cash	0.00	0	444,600	0.00	0	444,600
FY 2006 Total	27.76	421,100	6,341,700	27.76	389,900	6,253,900
Change from Original Appropriation	0.00	68,000	759,000	0.00	36,800	671,200
% Change from Original Appropriation		19.3%	13.6%		10.4%	12.0%

Emergency Medical Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	27.76	353,100	3,634,200	1,595,400	5,582,700
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	2,300	13,600	0	15,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,300</i>	<i>13,600</i>	<i>0</i>	<i>15,900</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(5,200)</i>	<i>0</i>	<i>(5,200)</i>
FY 2005 Total Appropriation					
Agency Request	27.76	355,400	3,647,800	1,595,400	5,598,600
<i>Governor's Recommendation</i>	<i>27.76</i>	<i>355,400</i>	<i>3,642,600</i>	<i>1,595,400</i>	<i>5,593,400</i>
Fund Adjustment (Non-cognizable)					
The department has increased trustee/benefits to match expected revenues.					
Agency Request	0.00	0	0	250,000	250,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>250,000</i>	<i>250,000</i>
FY 2005 Estimated Expenditures					
Agency Request	27.76	355,400	3,647,800	1,845,400	5,848,600
<i>Governor's Recommendation</i>	<i>27.76</i>	<i>355,400</i>	<i>3,642,600</i>	<i>1,845,400</i>	<i>5,843,400</i>
Removal of One-Time Expenditures					
Removes non-cognizable increases, and one-time salary increase provided in HB 805.					
Agency Request	0.00	(2,300)	(143,600)	(250,000)	(395,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(2,300)</i>	<i>(138,400)</i>	<i>(250,000)</i>	<i>(390,700)</i>
FY 2006 Base					
Agency Request	27.76	353,100	3,504,200	1,595,400	5,452,700
<i>Governor's Recommendation</i>	<i>27.76</i>	<i>353,100</i>	<i>3,504,200</i>	<i>1,595,400</i>	<i>5,452,700</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	9,200	15,100	0	24,300
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>7,100</i>	<i>11,700</i>	<i>0</i>	<i>18,800</i>
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments					
Agency Request	0.00	10,400	36,900	0	47,300
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Emergency Medical Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Vehicles					
The department is requesting funding to replace a 1/2 ton pickup and a seven-passenger van each costing \$17,000.					
Agency Request	0.00	17,700	0	16,300	34,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Computers					
The request is to replace 2 desktop computers at a unit cost of \$516.					
Agency Request	0.00	1,000	0	0	1,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
NS Adjustment - Bldg Svcs Space Charge					
The department is reducing funding for building services space charges.					
Agency Request	0.00	0	(600)	0	(600)
Governor's Recommendation	0.00	0	(600)	0	(600)
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	4,800	7,700	0	12,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	4,800	7,700	0	12,500
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	1,100	2,000	0	3,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	1,100	2,000	0	3,100
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	23,800	38,900	0	62,700
Governor's Recommendation	0.00	23,800	38,900	0	62,700
NS Adjustment - Non-State Rent Increase					
The department is requesting funding for the increase in office rent in privately-owned buildings.					
Agency Request	0.00	0	10,100	0	10,100
Governor's Recommendation	0.00	0	10,100	0	10,100
NS Adjustment - Non-Cog Ongoing					
The department is requesting that the non-cognizable spending increases authorized in FY 2005 be made permanent. Trustee/benefits are being increased by \$250,000.					
Agency Request	0.00	0	0	250,000	250,000
Governor's Recommendation	0.00	0	0	250,000	250,000
FY 2006 Program Maintenance					
Agency Request	27.76	421,100	3,614,300	1,861,700	5,897,100
Governor's Recommendation	27.76	389,900	3,574,000	1,845,400	5,809,300

Emergency Medical Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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18. Match Appropriation to Cash

The department is requesting to increase the spending authority in the Emergency Medical Services Funds to match the available cash. The funds will be used to support the implementation of the trauma registry mandated in Idaho Code and for other EMS expenditures that are defined under the intended purposes of the dedicated fund.

Agency Request	0.00	0	444,600	0	444,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>444,600</i>	<i>0</i>	<i>444,600</i>

FY 2006 Total					
Agency Request	27.76	421,100	4,058,900	1,861,700	6,341,700
<i>Governor's Recommendation</i>	<i>27.76</i>	<i>389,900</i>	<i>4,018,600</i>	<i>1,845,400</i>	<i>6,253,900</i>

Agency Request

Change from Original App	0.00	68,000	424,700	266,300	759,000
% Change from Original App	0.0%	19.3%	11.7%	16.7%	13.6%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>36,800</i>	<i>384,400</i>	<i>250,000</i>	<i>671,200</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>10.4%</i>	<i>10.6%</i>	<i>15.7%</i>	<i>12.0%</i>

Laboratory Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	42.54	2,097,400	5,303,900	42.54	2,097,400	5,303,900
Reappropriations	0.00	0	166,100	0.00	0	166,100
HB 805 One-time 1% Salary Increase	0.00	23,700	23,700	0.00	23,700	23,700
Governor's Rescission	0.00	0	0	0.00	(9,900)	(9,900)
FY 2005 Total Appropriation	42.54	2,121,100	5,493,700	42.54	2,111,200	5,483,800
Fund Adjustment (non-cognizable)	0.00	0	(288,000)	0.00	0	(288,000)
Expenditure Object Transfer	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	42.54	2,121,100	5,205,700	42.54	2,111,200	5,195,800
Removal of One-Time Expenditures	0.00	(23,700)	(189,800)	0.00	(13,800)	(179,900)
FY 2006 Base	42.54	2,097,400	5,015,900	42.54	2,097,400	5,015,900
Benefit Costs	0.00	38,500	38,500	0.00	29,800	29,800
General Inflation	0.00	35,500	35,500	0.00	0	0
Replacement Vehicles	0.00	8,900	17,000	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	5,700	6,600	0.00	5,700	6,600
CEC Permanent Employees	0.00	15,900	15,900	0.00	15,900	15,900
CEC Temporary Employees	0.00	500	500	0.00	500	500
27th Payroll	0.00	77,300	77,300	0.00	77,300	77,300
NS Adjustment - Non-State Office Space	0.00	(5,000)	(5,800)	0.00	(5,000)	(5,800)
NS Adjustment - Alter/Repair Project<\$30K	0.00	10,000	10,000	0.00	10,000	10,000
FY 2006 Total	42.54	2,284,700	5,211,400	42.54	2,231,600	5,150,200
Change from Original Appropriation	0.00	187,300	(92,500)	0.00	134,200	(153,700)
% Change from Original Appropriation		8.9%	(1.7%)		6.4%	(2.9%)

Laboratory Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	42.54	2,097,400	875,100	2,331,400	5,303,900
Reappropriations					
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	166,100	0	166,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>166,100</i>	<i>0</i>	<i>166,100</i>
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	23,700	0	0	23,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>23,700</i>	<i>0</i>	<i>0</i>	<i>23,700</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(9,900)</i>	<i>0</i>	<i>0</i>	<i>(9,900)</i>
FY 2005 Total Appropriation					
Agency Request	42.54	2,121,100	1,041,200	2,331,400	5,493,700
<i>Governor's Recommendation</i>	<i>42.54</i>	<i>2,111,200</i>	<i>1,041,200</i>	<i>2,331,400</i>	<i>5,483,800</i>
Fund Adjustment (non-cognizable)					
The department is reducing its spending authority by \$188,000 in personnel costs and \$100,000 in operating expenditures to match expected revenues.					
Agency Request	0.00	0	(250,000)	(38,000)	(288,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(250,000)</i>	<i>(38,000)</i>	<i>(288,000)</i>
Expenditure Object Transfer					
The department is transferring \$270,000 from personnel costs to operating expenditures.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	42.54	2,121,100	791,200	2,293,400	5,205,700
<i>Governor's Recommendation</i>	<i>42.54</i>	<i>2,111,200</i>	<i>791,200</i>	<i>2,293,400</i>	<i>5,195,800</i>
Removal of One-Time Expenditures					
Removes reappropriations and the one-time salary increase provided in HB 805.					
Agency Request	0.00	(23,700)	(166,100)	0	(189,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(13,800)</i>	<i>(166,100)</i>	<i>0</i>	<i>(179,900)</i>
FY 2006 Base					
Agency Request	42.54	2,097,400	625,100	2,293,400	5,015,900
<i>Governor's Recommendation</i>	<i>42.54</i>	<i>2,097,400</i>	<i>625,100</i>	<i>2,293,400</i>	<i>5,015,900</i>

Laboratory Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	38,500	0	0	38,500
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	29,800	0	0	29,800
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	35,500	0	0	35,500
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Vehicles					
The department is requesting funding to replace one cargo van.					
Agency Request	0.00	8,900	0	8,100	17,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
NS Adjustment - Bldg Svcs Space Charge					
The department is requesting funding for the increase in building services space charges.					
Agency Request	0.00	5,700	0	900	6,600
Governor's Recommendation	0.00	5,700	0	900	6,600
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	15,900	0	0	15,900
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	15,900	0	0	15,900
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	500	0	0	500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	500	0	0	500
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	77,300	0	0	77,300
Governor's Recommendation	0.00	77,300	0	0	77,300

Laboratory Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
NS Adjustment - Non-State Office Space					
The department is reducing funding for non-state owned office rent.					
Agency Request	0.00	(5,000)	0	(800)	(5,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(5,000)</i>	<i>0</i>	<i>(800)</i>	<i>(5,800)</i>
NS Adjustment - Alter/Repair Project<\$30K					
The department is requesting funding to replace the hot water tank serving the building.					
Agency Request	0.00	10,000	0	0	10,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>10,000</i>	<i>0</i>	<i>0</i>	<i>10,000</i>
FY 2006 Total					
Agency Request	42.54	2,284,700	625,100	2,301,600	5,211,400
<i>Governor's Recommendation</i>	<i>42.54</i>	<i>2,231,600</i>	<i>625,100</i>	<i>2,293,500</i>	<i>5,150,200</i>
Agency Request					
Change from Original App	0.00	187,300	(250,000)	(29,800)	(92,500)
% Change from Original App	0.0%	8.9%	(28.6%)	(1.3%)	(1.7%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>134,200</i>	<i>(250,000)</i>	<i>(37,900)</i>	<i>(153,700)</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>6.4%</i>	<i>(28.6%)</i>	<i>(1.6%)</i>	<i>(2.9%)</i>

Division of Welfare

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Self-Reliance Programs	103,743,600	104,706,700	105,673,400	116,344,700	112,235,800
TAFI/AABD Benefit Payments	13,639,400	15,063,800	15,383,900	16,259,600	16,053,100
Total:	117,383,000	119,770,500	121,057,300	132,604,300	128,288,900
BY FUND CATEGORY					
General	32,471,900	31,825,200	33,127,200	37,746,400	35,888,400
Dedicated	3,287,700	2,902,300	2,632,100	2,632,100	2,632,100
Federal	81,623,400	85,043,000	85,298,000	92,225,800	89,768,400
Total:	117,383,000	119,770,500	121,057,300	132,604,300	128,288,900
Percent Change:		2.0%	1.1%	9.5%	6.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	24,580,900	24,167,300	26,895,900	32,893,000	30,811,800
Operating Expenditures	22,381,900	19,102,500	22,032,000	21,930,700	20,743,000
Capital Outlay	35,300	142,400	0	51,100	0
Trustee/Benefit	70,384,900	76,358,300	72,129,400	77,729,500	76,734,100
Total:	117,383,000	119,770,500	121,057,300	132,604,300	128,288,900
Full-Time Positions (FTP)	560.20	544.81	549.81	657.81	617.81

Division Description

The Division of Welfare administers Temporary Assistance for Families in Idaho (TAFI). This is a time-limited cash assistance and supportive services program with an emphasis on self-reliance and personal responsibility. Additional assistance provided by this program is the Idaho Child Care program, Aid to the Aged, Blind, and Disabled, Food Stamps, Refugee Assistance and Medicaid eligibility. Also included is the administration of the Community Service Block Grant, Low Income Energy Assistance, Low Income Weatherization Assistance, Emergency Food Assistance and Telephone Assistance programs.

The Child Support program is responsible for establishing and enforcing child support orders and medical support orders, modifying child support orders to ensure that support awards remain comparable to changes in parental income, and collecting child support for TAFI cases, non-TAFI cases and foster care cases. These collections are used to reimburse the state and federal government for TAFI and foster care expenditures, or to pass on to the custodial parents on the non-TAFI cases.

This Self-Reliance Program is responsible for the eligibility work and support functions associated with Food Stamps, Childrens Health Insurance Program (CHIP), Temporary Assistance for Families, Medicaid, and child support.

Self-Reliance Programs

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	549.81	24,739,700	105,673,400	549.81	24,739,700	105,673,400
Reappropriations	0.00	0	1,352,800	0.00	0	1,352,800
HB 805 One-time 1% Salary Increase	0.00	109,900	244,100	0.00	109,900	244,100
2. Growth in Eligibility for Programs	43.00	661,200	1,322,400	43.00	661,200	1,322,400
8. IT Contractors Savings	0.00	(198,300)	(440,600)	0.00	(198,300)	(440,600)
Governor's Rescission	0.00	0	0	0.00	(20,400)	(44,100)
FY 2005 Total Appropriation	592.81	25,312,500	108,152,100	592.81	25,292,100	108,108,000
Fund Adjustment (Non-Cognizable)	0.00	0	1,125,100	0.00	0	1,125,100
Expenditure Object Transfer	0.00	0	0	0.00	0	0
Transfer Between Programs	0.00	(28,700)	(28,700)	0.00	(28,700)	(28,700)
Transfer Between Programs	0.00	(66,200)	(66,200)	0.00	(66,200)	(66,200)
Transfer Between Programs	0.00	(155,600)	(155,600)	0.00	(155,600)	(155,600)
Transfer Between Programs	0.00	(188,600)	(188,600)	0.00	(188,600)	(188,600)
FY 2005 Estimated Expenditures	592.81	24,873,400	108,838,100	592.81	24,853,000	108,794,000
Removal of One-Time Expenditures	0.00	(109,900)	(2,722,000)	0.00	(89,500)	(2,677,900)
FY 2006 Base	592.81	24,763,500	106,116,100	592.81	24,763,500	106,116,100
Benefit Costs	0.00	216,400	480,800	0.00	167,500	372,100
General Inflation	0.00	239,200	1,029,400	0.00	0	0
Replacement Vehicles	0.00	8,900	17,000	0.00	0	0
Replacement Computers	0.00	15,300	34,100	0.00	0	0
NS Adjustment - Bldg Svcs Space Charge	0.00	5,800	12,800	0.00	5,800	12,800
Annualization - Eligibility Workers	0.00	696,100	1,392,200	0.00	558,500	1,117,000
Annualization - IT Contractors Savings	0.00	(469,000)	(1,042,200)	0.00	(469,000)	(1,042,200)
CEC Permanent Employees	0.00	120,400	267,500	0.00	120,400	267,500
CEC Temporary Employees	0.00	1,500	3,400	0.00	1,500	3,400
27th Payroll	0.00	399,500	887,800	0.00	399,500	887,800
NS Adjustment - Non-State Office Space	0.00	3,900	8,600	0.00	3,900	8,600
Fund Shift - FMAP Change	0.00	64,400	0	0.00	64,400	0
FY 2006 Program Maintenance	592.81	26,065,900	109,207,500	592.81	25,616,000	107,743,100
1. Child Support Caseload Increases	25.00	527,800	1,552,700	25.00	473,400	1,392,700
2. Food Stamp Caseload Increases	40.00	1,242,200	2,484,500	0.00	0	0
16. Fin. Integrity for Child Support Program	0.00	1,054,000	3,100,000	0.00	1,054,000	3,100,000
FY 2006 Total	657.81	28,889,900	116,344,700	617.81	27,143,400	112,235,800
Change from Original Appropriation	108.00	4,150,200	10,671,300	68.00	2,403,700	6,562,400
% Change from Original Appropriation		16.8%	10.1%		9.7%	6.2%

Self-Reliance Programs

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	549.81	24,739,700	2,632,100	78,301,600	105,673,400

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

Agency Request	0.00	0	1,352,800	0	1,352,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,352,800</i>	<i>0</i>	<i>1,352,800</i>

HB 805 One-time 1% Salary Increase

Agency Request	0.00	109,900	0	134,200	244,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>109,900</i>	<i>0</i>	<i>134,200</i>	<i>244,100</i>

2. Growth in Eligibility for Programs

These requested positions are part of the division's plan to address the significant challenges in eligibility determination and accuracy for Food Stamps, Medicaid, CHIP, and child support. Staffing reductions made to meet budget holdback targets and sharp increases in caseloads have led to unacceptable error rates in Food Stamp eligibility and Child Support payments. The most recent legislative audit found the state's Food Stamp error rate among the highest in the nation. The error rate is now headed toward a more acceptable level. The improvement came as a result of the department hiring 40 temporary employees and transferring 30 full-time employees throughout the division to focus on the Food Stamp "problem." However, this strategy is creating backlogs in determination eligibility for other programs.

The department is requesting \$1,047,200 in personnel costs and \$275,200 in operating expenditures for six months of expenses. The requested operating budget per employee is \$6,400 which equates to \$12,800 per year. The federal matching rate for administrative costs of the Food Stamp program is 50%.

Agency Request	43.00	661,200	0	661,200	1,322,400
<i>Governor's Recommendation</i>	<i>43.00</i>	<i>661,200</i>	<i>0</i>	<i>661,200</i>	<i>1,322,400</i>

8. IT Contractors Savings

The department is requesting to use operating expenditures for contract IT support and maintenance from throughout the different divisions and transfer those dollars into personnel costs in the Indirect Support Services Division. These funds would be used to hire 20 information technology professionals in FY 2005 and 20 in FY 2006. If this request is approved the following amount will be removed from this program and appropriated in Indirect Support Services Division.

Agency Request	0.00	(198,300)	0	(242,300)	(440,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(198,300)</i>	<i>0</i>	<i>(242,300)</i>	<i>(440,600)</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(20,400)</i>	<i>0</i>	<i>(23,700)</i>	<i>(44,100)</i>
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FY 2005 Total Appropriation					
Agency Request	592.81	25,312,500	3,984,900	78,854,700	108,152,100
<i>Governor's Recommendation</i>	<i>592.81</i>	<i>25,292,100</i>	<i>3,984,900</i>	<i>78,831,000</i>	<i>108,108,000</i>

Self-Reliance Programs

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Fund Adjustment (Non-Cognizable)

Within the Self-Reliance Program one-time federal funds of \$1,125,100 will be earned on the reappropriated funding for both the Self-Reliance Internship Pool and for the CAMIS system development (information system).

Agency Request	0.00	0	0	1,125,100	1,125,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>1,125,100</i>	<i>1,125,100</i>

Expenditure Object Transfer

The department is requesting to make the following spending adjustments within the Cooperative Welfare Fund:

	PC	OE	T/B
General	(\$688,900)	(\$513,800)	\$1,202,700
Dedicated	(450,900)	139,600	311,300
Federal	156,700	(2,766,800)	2,610,100
TOTAL	(\$983,100)	(\$3,141,000)	\$4,124,100

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Transfer Between Programs

Personnel costs are being transferred to Indirect Support Services for increases in termination payoffs.

Agency Request	0.00	(28,700)	0	0	(28,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(28,700)</i>	<i>0</i>	<i>0</i>	<i>(28,700)</i>

Transfer Between Programs

Operating expenditures are being transferred to Indirect Support Services for fair hearings.

Agency Request	0.00	(66,200)	0	0	(66,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(66,200)</i>	<i>0</i>	<i>0</i>	<i>(66,200)</i>

Transfer Between Programs

Operating expenditures are being transferred to Indirect Support Services for EBT contractor charges.

Agency Request	0.00	(155,600)	0	0	(155,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(155,600)</i>	<i>0</i>	<i>0</i>	<i>(155,600)</i>

Transfer Between Programs

Within the Welfare Division, funds are being transferred to TAFI/AABD to cover increasing costs for the Job Search Assistance Program (JSAP), work services, and refugees.

Agency Request	0.00	(188,600)	0	0	(188,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(188,600)</i>	<i>0</i>	<i>0</i>	<i>(188,600)</i>

FY 2005 Estimated Expenditures					
Agency Request	592.81	24,873,400	3,984,900	79,979,800	108,838,100
<i>Governor's Recommendation</i>	<i>592.81</i>	<i>24,853,000</i>	<i>3,984,900</i>	<i>79,956,100</i>	<i>108,794,000</i>

Removal of One-Time Expenditures

Removes the reappropriations, the 1% salary increase provided for in HB 805, and the non-cognizable spending authority for federal funds.

Agency Request	0.00	(109,900)	(1,352,800)	(1,259,300)	(2,722,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(89,500)</i>	<i>(1,352,800)</i>	<i>(1,235,600)</i>	<i>(2,677,900)</i>

FY 2006 Base					
Agency Request	592.81	24,763,500	2,632,100	78,720,500	106,116,100
<i>Governor's Recommendation</i>	<i>592.81</i>	<i>24,763,500</i>	<i>2,632,100</i>	<i>78,720,500</i>	<i>106,116,100</i>

Self-Reliance Programs

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	216,400	0	264,400	480,800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	167,500	0	204,600	372,100
General Inflation					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	239,200	0	790,200	1,029,400
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Vehicles					
The department is requesting funding to replace a pickup.					
Agency Request	0.00	8,900	0	8,100	17,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Computers					
The request is to replace 66 desktop computers at a unit cost of \$516.					
Agency Request	0.00	15,300	0	18,800	34,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
NS Adjustment - Bldg Svcs Space Charge					
The department is requesting funding for the increase in building services space charges.					
Agency Request	0.00	5,800	0	7,000	12,800
Governor's Recommendation	0.00	5,800	0	7,000	12,800
Annualization - Eligibility Workers					
An additional \$1,117,000 is requested in personnel costs and \$275,200 in operating expenditures to account for a full year's costs to add 43 additional eligibility workers (self-reliance specialists) for a total request of \$1,392,200.					
Agency Request	0.00	696,100	0	696,100	1,392,200
<i>Requested operating expenditures are not recommended.</i>					
Governor's Recommendation	0.00	558,500	0	558,500	1,117,000
Annualization - IT Contractors Savings					
As part of the proposal to convert contract IT professionals to state employees the department is requesting to reduce operating expenditures in the current program by the following amount and transfer that funding to Indirect Support Services.					
Agency Request	0.00	(469,000)	0	(573,200)	(1,042,200)
Governor's Recommendation	0.00	(469,000)	0	(573,200)	(1,042,200)

Self-Reliance Programs

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
CEC Permanent Employees					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	120,400	0	147,100	267,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	120,400	0	147,100	267,500
CEC Temporary Employees					
Reflects the cost of a 1% salary increase for group positions.					
Agency Request	0.00	1,500	0	1,900	3,400
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	1,500	0	1,900	3,400
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	399,500	0	488,300	887,800
Governor's Recommendation	0.00	399,500	0	488,300	887,800
NS Adjustment - Non-State Office Space					
The department is requesting funding for the increase in office rent in privately-owned buildings.					
Agency Request	0.00	3,900	0	4,700	8,600
Governor's Recommendation	0.00	3,900	0	4,700	8,600
Fund Shift - FMAP Change					
The Federal Medical Assistance Participation (FMAP) rate is scheduled to change from 70.58% to 69.953%					
Agency Request	0.00	64,400	0	(64,400)	0
Governor's Recommendation	0.00	64,400	0	(64,400)	0
FY 2006 Program Maintenance					
Agency Request	592.81	26,065,900	2,632,100	80,509,500	109,207,500
Governor's Recommendation	592.81	25,616,000	2,632,100	79,495,000	107,743,100

1. Child Support Caseload Increases

The department is requesting funding for an additional 25 full-time positions for self-reliance specialists. This request is made to assist with the management of the child support caseload growth. Child support has experienced a 33% increase over the past four years while staffing has decreased by 52 positions or 28% of the workforce. This equates to a 50% increase for each caseworker. Personnel costs of \$1,232,700 are requested along with \$320,000 for operating expenditures. The department estimates it needs \$12,800 per employee to provide support, training, supplies, and travel.

The department currently has 333.03 authorized self-reliance specialists, 9.00 self-reliance specialist principals, and 49.00 self-reliance supervisors.

Agency Request	25.00	527,800	0	1,024,900	1,552,700
<i>Requested operating expenditures are reduced by one-half.</i>					
Governor's Recommendation	25.00	473,400	0	919,300	1,392,700

Self-Reliance Programs

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Food Stamp Caseload Increases

The department is requesting funding to hire an additional 40 self-reliance specialists to determine eligibility for Food Stamps, Medicaid, cash assistance, and child care subsidies. The positions are being requested in order to assist with the management of the Food Stamp growth and to keep up with projections for continued program growth. Personnel costs of \$1,972,500 are requested along with \$512,000 for operating expenditures. The department estimates it needs \$12,800 per employee to provide support, training, supplies, and travel.

The department currently has 333.03 authorized self-reliance specialists, 9.00 self-reliance specialist principals, and 49.00 self-reliance supervisors. It has asked for 43.00 self-reliance specialists in a supplemental decision unit.

Agency Request	40.00	1,242,200	0	1,242,300	2,484,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

16. Fin. Integrity for Child Support Program

The department is requesting funds to pay a contractor to audit financial records in the Child Support program to ensure they are accurate. Constant changes in circumstance and modification of court orders regarding child support make it very time-consuming to keep cases current. Legislative auditors have found that three out of four cases are calculated incorrectly. This money will be used to audit the 100,000 cases that are backlogged, and to randomly audit the newer files to verify accuracy. This will be a three-year contract with a federal match rate of 66%.

Agency Request	0.00	1,054,000	0	2,046,000	3,100,000
Governor's Recommendation	0.00	1,054,000	0	2,046,000	3,100,000

FY 2006 Total

Agency Request	657.81	28,889,900	2,632,100	84,822,700	116,344,700
Governor's Recommendation	617.81	27,143,400	2,632,100	82,460,300	112,235,800

Agency Request

Change from Original App	108.00	4,150,200	0	6,521,100	10,671,300
% Change from Original App	19.6%	16.8%	0.0%	8.3%	10.1%

Governor's Recommendation

Change from Original App	68.00	2,403,700	0	4,158,700	6,562,400
% Change from Original App	12.4%	9.7%	0.0%	5.3%	6.2%

TAFI/AABD Benefit Payments

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	8,387,500	15,383,900	0.00	8,387,500	15,383,900
Fund Adjustment (Non-cognizable)	0.00	0	311,700	0.00	0	311,700
Transfer Between Programs	0.00	188,600	188,600	0.00	188,600	188,600
FY 2005 Estimated Expenditures	0.00	8,576,100	15,884,200	0.00	8,576,100	15,884,200
Removal of One-Time Expenditures	0.00	0	(311,700)	0.00	0	(311,700)
FY 2006 Base	0.00	8,576,100	15,572,500	0.00	8,576,100	15,572,500
General Inflation	0.00	111,500	206,500	0.00	0	0
Inflation Adjustment for AABD	0.00	168,900	168,900	0.00	168,900	168,900
NS Adjustment - Non-Cog Ongoing	0.00	0	311,700	0.00	0	311,700
FY 2006 Total	0.00	8,856,500	16,259,600	0.00	8,745,000	16,053,100
Change from Original Appropriation	0.00	469,000	875,700	0.00	357,500	669,200
% Change from Original Appropriation		5.6%	5.7%		4.3%	4.4%

TAFI/AABD Benefit Payments

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	0.00	8,387,500	0	6,996,400	15,383,900
Fund Adjustment (Non-cognizable)					
The TAFI/AABD program was provided with an additional \$311,700 in federal spending authority in trustee/benefits for cash assistance.					
Agency Request	0.00	0	0	311,700	311,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>311,700</i>	<i>311,700</i>
Transfer Between Programs					
Within the Division, funding is being transferred from Self-Reliance to cover increasing costs for the Job Search Assistance Program (JSAP), work services, and refugees.					
Agency Request	0.00	188,600	0	0	188,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>188,600</i>	<i>0</i>	<i>0</i>	<i>188,600</i>
FY 2005 Estimated Expenditures					
Agency Request	0.00	8,576,100	0	7,308,100	15,884,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,576,100</i>	<i>0</i>	<i>7,308,100</i>	<i>15,884,200</i>
Removal of One-Time Expenditures					
Removes the noncognizable spending authority for federal funds.					
Agency Request	0.00	0	0	(311,700)	(311,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>(311,700)</i>	<i>(311,700)</i>
FY 2006 Base					
Agency Request	0.00	8,576,100	0	6,996,400	15,572,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,576,100</i>	<i>0</i>	<i>6,996,400</i>	<i>15,572,500</i>
General Inflation					
Includes a general inflationary increase of 1.3% in trustee/benefit payments.					
Agency Request	0.00	111,500	0	95,000	206,500
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Inflation Adjustment for AABD					
The department is requesting funding for caseload growth in trustee/benefits for the Aid to Aged, Blind and Disabled Program.					
Agency Request	0.00	168,900	0	0	168,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>168,900</i>	<i>0</i>	<i>0</i>	<i>168,900</i>
NS Adjustment - Non-Cog Ongoing					
The department is requesting that the noncognizable spending increases authorized in FY 2005 be made permanent. Trustee/benefits are being increased.					
Agency Request	0.00	0	0	311,700	311,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>311,700</i>	<i>311,700</i>
FY 2006 Total					
Agency Request	0.00	8,856,500	0	7,403,100	16,259,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,745,000</i>	<i>0</i>	<i>7,308,100</i>	<i>16,053,100</i>

TAFI/AABD Benefit Payments

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	469,000	0	406,700	875,700
% Change from Original App		5.6%		5.8%	5.7%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	357,500	0	311,700	669,200
% Change from Original App		4.3%		4.5%	4.4%

State Independent Living Council

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	0	0	0	71,300	120,100
Dedicated	0	0	0	19,100	19,100
Federal	0	0	0	204,400	152,400
Total:	0	0	0	294,800	291,600
Percent Change:					
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	0	159,800	159,400
Operating Expenditures	0	0	0	80,900	80,100
Capital Outlay	0	0	0	2,000	0
Trustee/Benefit	0	0	0	52,100	52,100
Total:	0	0	0	294,800	291,600
Full-Time Positions (FTP)	0.00	0.00	0.00	3.00	3.00

Department Description

The Statewide Independent Living Council (SILC) was created in response to the federal Rehabilitation Act Amendments of 1992 to carry out the powers and duties set forth in 29 U.S.C. section 796 (b) and 34 CFR 364.21. In accordance with §56-1203 the Council shall also assess the need for services for Idahoans with disabilities and advocate with decision makers. This program is mandatory if the state wishes to receive federal financial assistance under Title 7 of the federal Rehabilitation Act. This program was transferred from Vocational Rehabilitation beginning in FY 2005 to comply with HB 711, 2004 Legislative Session.

State Independent Living Council

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	0	0	0.00	0	0
HB 805 One-time 1% Salary Increase	0.00	100	900	0.00	100	900
Other Approp Adjustments	2.00	78,700	302,200	2.00	78,700	302,200
FY 2005 Total Appropriation	2.00	78,800	303,100	2.00	78,800	303,100
Non-Cognizable Funds and Transfers	1.00	0	0	1.00	0	0
FY 2005 Estimated Expenditures	3.00	78,800	303,100	3.00	78,800	303,100
Removal of One-Time Expenditures	0.00	(100)	(900)	0.00	(100)	(900)
Base Adjustments	0.00	(18,200)	(18,200)	0.00	(18,200)	(18,200)
FY 2006 Base	3.00	60,500	284,000	3.00	60,500	284,000
Benefit Costs	0.00	0	1,700	0.00	0	1,300
Inflationary Adjustments	0.00	100	800	0.00	0	0
Replacement Items	0.00	2,000	2,000	0.00	0	0
Change in Employee Compensation	0.00	100	1,200	0.00	100	1,200
27th Payroll	0.00	600	5,100	0.00	600	5,100
Fund Shifts	0.00	8,000	0	0.00	58,900	0
FY 2006 Total	3.00	71,300	294,800	3.00	120,100	291,600
Change from Original Appropriation	3.00	71,300	294,800	3.00	120,100	291,600
% Change from Original Appropriation						

State Independent Living Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	0.00	0	0	0	0
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	100	0	800	900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>100</i>	<i>0</i>	<i>800</i>	<i>900</i>
Other Approp Adjustments					
Transfers in the FY 2005 appropriation for the State Independent Living Council (originally a budgeted program within Vocational Rehabilitation). Legislation was passed late in the 2004 legislative session that removed SILC from Vocational Rehabilitation.					
Agency Request	2.00	78,700	19,100	204,400	302,200
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>78,700</i>	<i>19,100</i>	<i>204,400</i>	<i>302,200</i>
FY 2005 Total Appropriation					
Agency Request	2.00	78,800	19,100	205,200	303,100
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>78,800</i>	<i>19,100</i>	<i>205,200</i>	<i>303,100</i>
Non-Cognizable Funds and Transfers					
The SICL is creating a new resource development specialist position and funding it by eliminating a temporary part-time office specialist position and reducing trustee & benefit payments by \$39,700. This agency is no longer subject to an FTP cap.					
Agency Request	1.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	3.00	78,800	19,100	205,200	303,100
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>78,800</i>	<i>19,100</i>	<i>205,200</i>	<i>303,100</i>
Removal of One-Time Expenditures					
Agency Request	0.00	(100)	0	(800)	(900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(100)</i>	<i>0</i>	<i>(800)</i>	<i>(900)</i>
Base Adjustments					
Transfer back to the Idaho Division of Vocational Rehabilitation the General Fund match necessary for SILC to continue to receive federal funds.					
Agency Request	0.00	(18,200)	0	0	(18,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(18,200)</i>	<i>0</i>	<i>0</i>	<i>(18,200)</i>
FY 2006 Base					
Agency Request	3.00	60,500	19,100	204,400	284,000
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>60,500</i>	<i>19,100</i>	<i>204,400</i>	<i>284,000</i>

State Independent Living Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	0	1,700	1,700
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	0	1,300	1,300
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	100	0	700	800
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Requests funding to replace one personal computer.					
Agency Request	0.00	2,000	0	0	2,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	100	0	1,100	1,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	100	0	1,100	1,200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	600	0	4,500	5,100
Governor's Recommendation	0.00	600	0	4,500	5,100
Fund Shifts					
The Council is requesting General Funds to cover the federal portion of increased employee benefits, inflation, CEC, and 27th Payroll. The federal grant is capped at \$204,400 which is the FY 2006 Base.					
Agency Request	0.00	8,000	0	(8,000)	0
<i>Replaces \$6,900 in General Funds for employee benefit and CEC costs for which federal funds are not available. Also, provides \$52,000 in operating expenditures previously provided by the Commission for the Blind and Visually Impaired with General Fund dollars.</i>					
Governor's Recommendation	0.00	58,900	0	(58,900)	0
FY 2006 Total					
Agency Request	3.00	71,300	19,100	204,400	294,800
Governor's Recommendation	3.00	120,100	19,100	152,400	291,600

State Independent Living Council

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	3.00	71,300	19,100	204,400	294,800
% Change from Original App					
<i>Governor's Recommendation</i>					
Change from Original App	3.00	120,100	19,100	152,400	291,600
% Change from Original App					

Public Health Districts

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	9,166,300	9,166,300	9,488,400	10,087,700	10,040,900
Dedicated	515,000	513,100	515,000	0	0
Total:	9,681,300	9,679,400	10,003,400	10,087,700	10,040,900
Percent Change:		0.0%	3.3%	0.8%	0.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	8,043,500	0	8,617,100	8,583,100
Operating Expenditures	0	1,635,900	0	1,470,600	1,457,800
Lump Sum	9,681,300	0	10,003,400	0	0
Total:	9,681,300	9,679,400	10,003,400	10,087,700	10,040,900

Department Description

The mission of the Public Health Districts is to prevent disease, disability and premature death; to promote healthy lifestyles; and to protect and promote the health and quality of our environment.

Public Health Districts Agency Profile

Analyst: Holland-Smith

Decision Unit	FTP	Appropriated		Non-Appropriated			Total
		General	Millennium	County	Contracts	Fees	
FY 2005 ORIG APPROP	732.62	9,488,400	515,000	7,059,600	19,833,200	10,746,700	47,642,900
HB 805 Salary Increase	0.00	69,200	0	0	0	193,300	262,500
Rescission							
Agency Request	0.00	0	0	0	0	0	0
Governor's Rec	0.00	(139,800)	0	0	0	(60,700)	(200,500)
FY 2005 TOTAL APPROP							
Agency Request	732.62	9,557,600	515,000	7,059,600	19,833,200	10,940,000	47,905,400
Governor's Rec	732.62	9,417,800	515,000	7,059,600	19,833,200	10,879,300	47,704,900
FTP or Fund Adj.	11.75	0	0	(69,300)	(512,200)	2,814,200	2,232,700
FY 2005 ESTIMATE							
Agency Request	744.37	9,557,600	515,000	6,990,300	19,321,000	13,754,200	50,138,100
Governor's Rec	744.37	9,417,800	515,000	6,990,300	19,321,000	13,693,500	49,937,600
Remove One-Time	0.00	(69,200)	(515,000)	0	0	(1,212,500)	(1,796,700)
Base Adjustment							
Agency Request	0.00	0	0	0	0	0	0
Governor's Rec	0.00	139,800	0	0	0	60,700	200,500
FY 2006 BASE							
Agency Request	744.37	9,488,400	0	6,990,300	19,321,000	12,541,700	48,341,400
Governor's Rec	744.37	9,488,400	0	6,990,300	19,321,000	12,541,700	48,341,400
Benefit Costs							
Agency Request	0.00	150,400	0	103,600	274,400	159,600	688,000
Governor's Rec	0.00	116,400	0	80,200	212,400	123,500	532,500
General Inflation							
Agency Request	0.00	12,800	0	12,500	43,500	40,600	109,400
Governor's Rec	0.00	0	0	0	0	0	0
Medical Inflation							
Agency Request	0.00	11,300	0	12,500	37,800	29,800	91,400
Governor's Rec	0.00	11,300	0	12,500	37,800	29,800	91,400
Nonstandard Adjustments							
Agency Request	0.00	83,200	0	0	0	0	83,200
Governor's Rec	0.00	83,200	0	0	0	0	83,200
CEC							
Agency Request	0.00	70,200	0	48,400	126,800	72,700	318,100
Governor's Rec	0.00	70,200	0	48,400	126,800	72,700	318,100
27th Payroll							
Agency Request	0.00	271,400	0	187,400	491,600	282,100	1,232,500
Governor's Rec	0.00	271,400	0	187,400	491,600	282,100	1,232,500
Fund Shifts							
Agency Request	0.00	0	0	(154,600)	64,900	89,700	0
Governor's Rec	0.00	0	0	0	0	0	0
FY 2006 MAINTENANCE							
Agency Request	744.37	10,087,700	0	7,200,100	20,360,000	13,216,200	50,864,000
Governor's Rec	744.37	10,040,900	0	7,318,800	20,189,600	13,049,800	50,599,100
Millennium Fund							
Agency Request	0.00	0	529,600	0	0	0	529,600
Governor's Rec	0.00	0	515,000	0	0	0	515,000
FY 2006 PROGRAM TOTAL							
Agency Request	744.37	10,087,700	529,600	7,200,100	20,360,000	13,216,200	51,393,600
Governor's Rec	744.37	10,040,900	515,000	7,318,800	20,189,600	13,049,800	51,114,100
Agency Request - \$ Difference	11.75	599,300	14,600	140,500	526,800	2,469,500	3,750,700
Percent Change	1.6%	6.3%	2.8%	2.0%	2.7%	23.0%	7.9%
Gov's Rec - \$ Difference	11.75	552,500	0	259,200	356,400	2,303,100	3,471,200
Percent Change	1.6%	5.8%	0.0%	3.7%	1.8%	21.4%	7.3%

Public Health Districts Agency Profile

Analyst: Holland-Smith

State Appropriation and County Contribution Summary

1 Fiscal Year	2 General Fund	3 Increase/ (Decrease)	4 Percentage Change	5 County Fund	6 Increase/ (Decrease)	7 Percentage Change	8 State Match*
1981	2,112,300	32,300	1.55%	3,156,200	120,500	3.97%	66.93%
1982	2,078,100	(34,200)	(1.62%)	3,109,400	(46,800)	(1.48%)	66.83%
1983	2,054,200	(23,900)	(1.15%)	3,149,700	40,300	1.30%	65.22%
1984	1,988,500	(65,700)	(3.20%)	3,247,200	97,500	3.10%	61.24%
1985	2,172,100	183,600	9.23%	3,342,000	94,800	2.92%	64.99%
1986	2,221,500	49,400	2.27%	3,526,800	184,800	5.53%	62.99%
1987	2,313,100	91,600	4.12%	3,631,400	104,600	2.97%	63.70%
1988	2,464,000	150,900	6.52%	3,725,000	93,600	2.58%	66.15%
1989	2,620,000	156,000	6.33%	3,900,000	175,000	4.70%	67.18%
1990	3,008,200	388,200	14.82%	3,973,300	73,300	1.88%	75.71%
1991	4,117,700	1,109,500	36.88%	4,162,700	189,400	4.77%	98.92%
1992	4,093,500	(24,200)	(0.59%)	4,405,600	242,900	5.84%	92.92%
1993	4,270,500	177,000	4.32%	4,624,600	219,000	4.97%	92.34%
1994	5,343,700	1,073,200	25.13%	4,953,600	329,000	7.11%	107.88%
1995	7,049,000	1,705,300	31.91%	5,274,200	320,600	6.47%	133.65%
1996	7,410,500	361,500	5.13%	5,574,500	300,300	5.69%	132.94%
1997	7,729,800	319,300	4.31%	5,774,000	199,500	3.58%	133.87%
1998	7,729,800	0	0.00%	5,845,600	71,600	1.24%	132.23%
1999	8,272,700	542,900	7.02%	6,106,900	261,300	4.47%	135.46%
2000	8,789,500	516,800	6.25%	6,315,500	208,600	3.42%	139.17%
2001	9,118,100	328,600	3.97%	6,500,800	185,300	3.03%	140.26%
2002	10,134,100	1,016,000	11.14%	6,670,300	169,500	2.61%	151.93%
2003	9,437,500	(696,600)	(6.87%)	6,735,100	64,800	0.97%	140.12%
2004	9,166,300	(271,200)	(2.68%)	6,757,200	22,100	0.33%	135.65%
2005 Est	9,557,600	391,300	4.15%	6,990,300	233,100	3.46%	136.73%
2006 Est	10,087,700	530,100	5.78%	7,200,100	209,800	3.10%	140.10%

* Column 8 = Column 2/Column 5

Public Health Districts

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	9,488,400	10,003,400	0.00	9,488,400	10,003,400
HB 805 One-time 1% Salary Increase	0.00	69,200	69,200	0.00	69,200	69,200
Governor's Rescission	0.00	0	0	0.00	(139,800)	(139,800)
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	0.00	9,557,600	10,072,600	0.00	9,417,800	9,932,800
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	0.00	9,557,600	10,072,600	0.00	9,417,800	9,932,800
Removal of One-Time Expenditures	0.00	(69,200)	(584,200)	0.00	(69,200)	(584,200)
Base Adjustments	0.00	0	0	0.00	139,800	139,800
FY 2006 Base	0.00	9,488,400	9,488,400	0.00	9,488,400	9,488,400
Benefit Costs	0.00	150,400	150,400	0.00	116,400	116,400
Inflationary Adjustments	0.00	24,100	24,100	0.00	11,300	11,300
Nonstandard Adjustments	0.00	83,200	83,200	0.00	83,200	83,200
Change in Employee Compensation	0.00	70,200	70,200	0.00	70,200	70,200
27th Payroll	0.00	271,400	271,400	0.00	271,400	271,400
FY 2006 Total	0.00	10,087,700	10,087,700	0.00	10,040,900	10,040,900
Change from Original Appropriation	0.00	599,300	84,300	0.00	552,500	37,500
% Change from Original Appropriation		6.3%	0.8%		5.8%	0.4%

Public Health Districts

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	0.00	9,488,400	515,000	0	10,003,400
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	69,200	0	0	69,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>69,200</i>	<i>0</i>	<i>0</i>	<i>69,200</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(139,800)</i>	<i>0</i>	<i>0</i>	<i>(139,800)</i>
Other Approp Adjustments					
Agency Request	0.00	0	0	0	0
<i>Lump sum distribution of rescission that nets to zero.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Total Appropriation					
Agency Request	0.00	9,557,600	515,000	0	10,072,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>9,417,800</i>	<i>515,000</i>	<i>0</i>	<i>9,932,800</i>
Non-Cognizable Funds and Transfers					
<i>Includes lump sum allocation and transfers between expense classes.</i>					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	0.00	9,557,600	515,000	0	10,072,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>9,417,800</i>	<i>515,000</i>	<i>0</i>	<i>9,932,800</i>
Removal of One-Time Expenditures					
Agency Request	0.00	(69,200)	(515,000)	0	(584,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(69,200)</i>	<i>(515,000)</i>	<i>0</i>	<i>(584,200)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>139,800</i>	<i>0</i>	<i>0</i>	<i>139,800</i>
FY 2006 Base					
Agency Request	0.00	9,488,400	0	0	9,488,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>9,488,400</i>	<i>0</i>	<i>0</i>	<i>9,488,400</i>

Public Health Districts

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	150,400	0	0	150,400
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	116,400	0	0	116,400
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% and a medical inflationary increase of 3% in operating expenditures.					
Agency Request	0.00	24,100	0	0	24,100
<i>The Governor recommends no increase for general inflation while a 3.0% increase for medical inflation is recommended.</i>					
Governor's Recommendation	0.00	11,300	0	0	11,300
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. The Health Districts are reducing the amount needed for risk management costs by \$7,900, increasing State Controller fees by \$95,900, and reducing State Treasurer fees by \$4,800.					
Agency Request	0.00	83,200	0	0	83,200
Governor's Recommendation	0.00	83,200	0	0	83,200
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	70,200	0	0	70,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	70,200	0	0	70,200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	271,400	0	0	271,400
Governor's Recommendation	0.00	271,400	0	0	271,400
FY 2006 Total					
Agency Request	0.00	10,087,700	0	0	10,087,700
Governor's Recommendation	0.00	10,040,900	0	0	10,040,900
Agency Request					
Change from Original App	0.00	599,300	(515,000)	0	84,300
% Change from Original App		6.3%	(100.0%)		0.8%
Governor's Recommendation					
Change from Original App	0.00	552,500	(515,000)	0	37,500
% Change from Original App		5.8%	(100.0%)		0.4%

Idaho Legislative Budget Book

Public Safety

2005 Legislative Session

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Idaho Legislative Budget Book

Department of Correction

2005 Legislative Session

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Department of Correction

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Support Division	21,866,000	21,749,200	22,136,900	25,025,500	24,474,700
Operations Division	82,877,000	80,554,300	85,109,200	97,601,100	96,012,600
Idaho Correctional Center	17,968,700	17,935,700	18,433,900	19,010,800	19,010,800
Pardons & Parole, Commission	1,608,700	1,540,300	1,625,700	1,710,500	1,702,500
Total:	124,320,400	121,779,500	127,305,700	143,347,900	141,200,600
BY FUND CATEGORY					
General	108,000,000	107,650,800	110,511,000	126,056,100	123,919,800
Dedicated	12,186,600	10,490,400	12,836,800	13,529,000	13,450,200
Federal	4,133,800	3,638,300	3,957,900	3,762,800	3,830,600
Total:	124,320,400	121,779,500	127,305,700	143,347,900	141,200,600
Percent Change:		(2.0%)	4.5%	12.6%	10.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	65,490,500	62,698,000	69,023,200	76,813,900	76,431,600
Operating Expenditures	55,750,600	54,886,500	55,966,800	62,095,400	61,475,400
Capital Outlay	1,329,300	3,186,500	565,700	2,688,600	1,543,600
Trustee/Benefit	1,750,000	1,008,500	1,750,000	1,750,000	1,750,000
Total:	124,320,400	121,779,500	127,305,700	143,347,900	141,200,600
Full-Time Positions (FTP)	1,417.30	1,417.30	1,426.80	1,518.40	1,517.40

Department Description

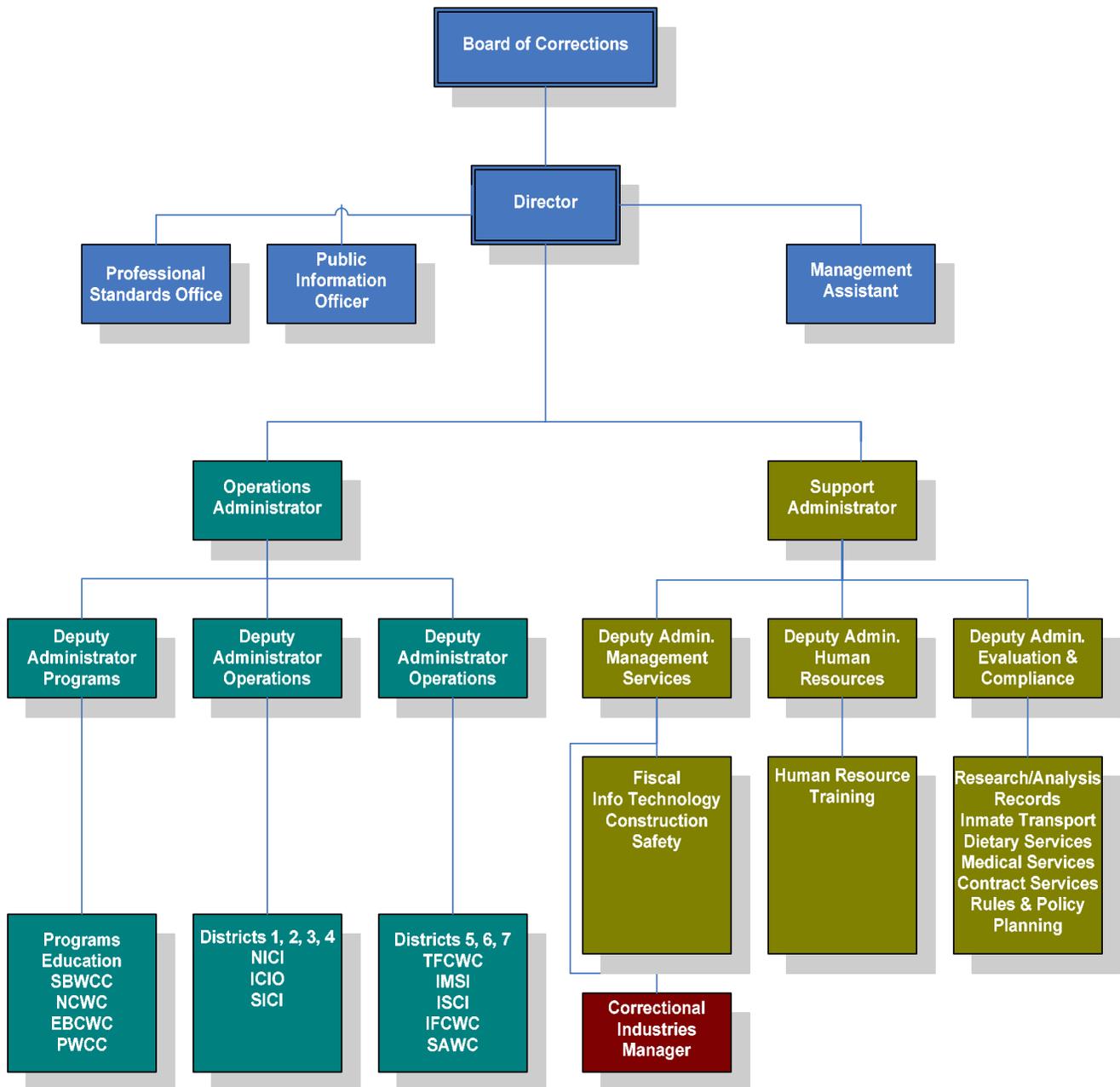
The Department is comprised of those functions under the constitutionally mandated Board of Correction and the statutorily created Commission for Pardons and Parole. The Governor appoints the three-member Board of Correction, which in turn appoints the director to the Board of Correction. The director oversees the Support Division, the Operations Division, and the contract management of the Idaho Correctional Center.

The Governor appoints the five members of the Commission for Pardons and Parole with the members being subject to Senate confirmation. The executive director to the Commission is also appointed by the Governor and is responsible for the day-to-day operations of the Commission staff.

Department of Correction Agency Profile

Analyst: Burns

Organizational Chart



Department of Correction

Agency Profile

Analyst: Burns

Sources of Funds

	<u>FY 2004 Actual</u>	<u>Percent of Total</u>	<u>FY 2005 Estimate</u>	<u>FY 2006 Request</u>
1. General Fund (0001-00)	109,000,000	87%	116,081,200	126,495,000
<p>The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund." The fund sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.</p>				
2. Work Crews - Inmate Labor (0282-02)	4,430,400	4%	4,841,800	4,429,900
<p>Fees received for inmate work crews under contract to federal, state, and local governmental agencies and nonprofit entities. Moneys in this fund are used to pay inmate wages; pay salary and overtime for correctional officers; work crew equipment and vehicles; work crew clothing and food; and other operating expenses for work crews and officers.</p>				
3. CWC - Inmate Labor (0282-03)	1,318,100	1%	1,636,100	1,881,700
<p>Twenty-five percent of gross wages earned by inmate workers involved in work-release programs. Moneys in this fund are used to help support the community work centers.</p>				
4. Parolee Supervision (0284-00)	2,865,400	2%	3,301,000	4,255,500
<p>Receipts from individuals on probation or parole. They are required to contribute not more than \$40 per month as determined by the Board of Correction.</p>				
5. Penitentiary Endowment Fund (0481-05)	1,251,100	1%	1,205,300	1,205,300
<p>Income for this fund is derived from lands granted to the State by Congress and managed by the Idaho Department of Lands. This income includes interest from the sale of land on contract, interest from the sale of timber, and land rentals, cottage site rentals, grazing rentals and mineral rentals. Moneys in this fund are used for the support and maintenance of the State Penitentiary (Idaho State Correctional Institution) and other current expenses.</p>				
6. Miscellaneous Revenue (0349-00)	2,241,600	2%	2,133,800	1,756,600
<p>Includes the sale of used vehicles and equipment, fees charged for photocopying, refunds, miscellaneous revenue generated by conducting employee background checks and sewer lagoon maintenance for the privately-operated prison, reimbursement for security provided to Correctional Industries, rental income from state-owned housing in Cottonwood, receipts from community service projects, and prior to FY 2003 medical co-payments in Offender Programs. Also included is revenue from the Inmate Management Fund with receipts derived from offender telephones, commissary, vending machines, laundry fees, and interest.</p>				
7. Federal Grants (0348-00)	4,133,800	3%	4,307,000	3,762,800
<p>Includes moneys received from the federal government for various activities and programs.</p>				
Total	125,240,400	100%	133,506,200	143,786,800

Department of Correction

Agency Profile

Analyst: Burns

Selected Measures

	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>
1. Incarcerated Offenders				
Total Incarcerated	5,825	6,312	6,481	6,846
% Change from Previous Year	0.4%	8.4%	2.7%	5.6%
System Capacity	5,643	5,713	6,004	6,134
% of Beds Filled	99%	103%	100%	100%
Number in County Jails	214	426	478	711
2. Offenders Supervised in the Community				
Number on Probation	7,701	8,196	8,997	9,789
Number on Parole	1,645	1,759	1,842	1,863
Total Supervised	9,346	9,955	10,839	11,652
% Change from Previous Year	10.3%	6.5%	8.9%	7.5%
3. Cost Per Inmate Day				
Prisons	\$50.23	\$48.49	\$49.70	\$50.94
Community Work Centers	\$36.75	\$34.83	\$36.22	\$36.95
Probation & Parole	\$3.50	\$3.69	\$3.60	\$3.69
County Jails	\$41.81	\$44.99	\$44.56	\$45.01
Contract Beds	\$37.21	\$42.72	\$43.59	\$44.90
4. Percentage of Population by Gender				
Male Offenders	89.5%	89.1%	88.9%	88.7%
Female Offenders	10.5%	10.9%	11.1%	11.3%
5. Percentage of Population by Race				
White Offenders	77.4%	77.5%	77.5%	77.5%
Hispanic Offenders	15.2%	15.3%	15.3%	15.3%
American Indian Offenders	3.8%	3.6%	3.6%	3.6%
Black Offenders	1.7%	1.7%	1.7%	1.7%
Asian & Other Offenders	1.9%	1.9%	1.9%	1.9%
6. Percentage of Population by Age				
20 and Under	2.9%	4.2%	4.2%	4.2%
21 - 35	50.8%	51.2%	51.2%	51.2%
36 - 50	36.6%	35.1%	35.1%	35.1%
51 and Older	9.7%	9.4%	9.4%	9.4%
7. Percentage of Population by Crime				
Property	25.9%	25.8%	25.8%	25.8%
Drugs	24.9%	25.7%	25.7%	25.7%
Assault	19.1%	19.3%	19.3%	19.3%
Sex	17.9%	17.7%	17.7%	17.7%
Alcohol	6.0%	5.4%	5.4%	5.4%
Murder/Manslaughter	5.9%	5.6%	5.6%	5.6%
No Crime Group	0.2%	0.6%	0.6%	0.6%

Department of Correction

Agency Profile

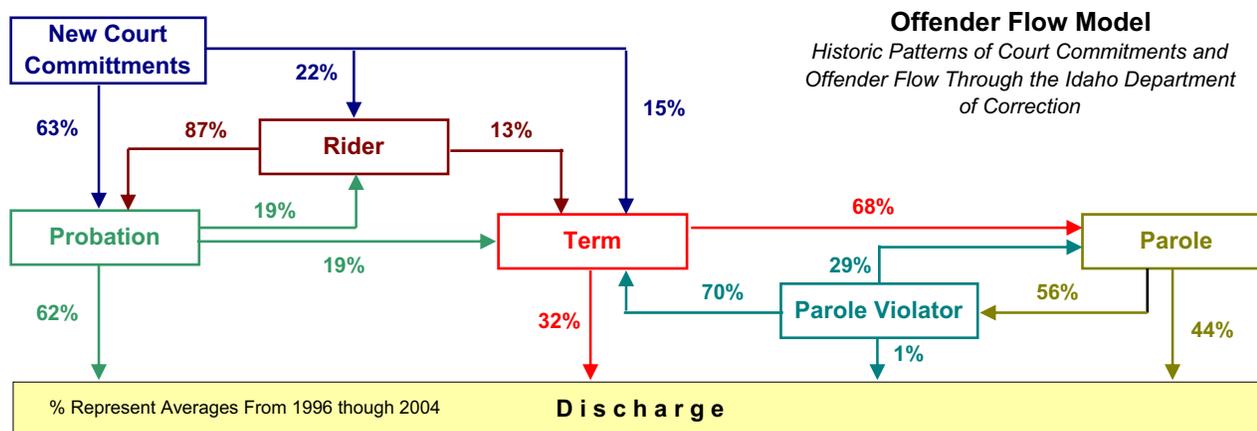
Analyst: Burns

Forecasting Offender Population Growth

The *Idaho Offender Population Forecast FY 2005 to 2008* was released by the Department of Correction in September 2004. Historical and forecast data for incarcerated offenders are shown in the table below. The Department of Correction develops the forecast based on guidance from a Forecast Advisory Committee. The complete forecast provides an estimate of the incarcerated and supervised offenders for the next four years.

Offender Population	2003 Actual	2004 Actual	2005 Forecast	2006 Forecast	2007 Forecast	2008 Forecast
Incarcerated Offenders						
Actual & Forecast	5,825	6,312	6,481	6,846	7,317	7,689
Change from Prior Year	23	487	169	365	471	372
Annual Percent Change	0.4%	8.4%	2.7%	5.6%	6.9%	5.1%
Supervised Offenders						
Actual & Forecast	9,346	9,955	10,839	11,652	12,504	13,540
Change from Prior Year	873	609	884	813	852	1,036
Annual Percent Change	10.3%	6.5%	8.9%	7.5%	7.3%	8.3%
Total Population						
Actual & Forecast	15,171	16,267	17,320	18,498	19,821	21,229
Change from Prior Year	896	1,096	1,053	1,178	1,323	1,408
Annual Percent Change	6.3%	7.2%	6.5%	6.8%	7.2%	7.1%

The forecast methodology is a flow model, and is influenced by two key factors: 1) offenders entering the system and 2) offenders leaving the system. The model relies on the Forecast Advisory Committee members to establish the future rates at which the courts will admit offenders. The number of offenders entering the system is then calculated based on the Idaho population age 20 to 34. The Bureau of Review and Analysis in the Department then uses historical patterns of offender status changes to determine when offenders will leave the system. This combination of information completes the forecast. The following graphic represents the "flow model" for forecasting the prison population.



Department of Correction

Agency Profile

Analyst: Burns

Incarcerated and Supervised Population

Fiscal Year	Incarcerated Population				Supervised Population			System Total
	Term	Rider	Parole Violator	Inmate Total	Probation	Parole	Supv. Total	
Male Caseload Data								
1996 Actual	2,741	567	98	3,406	4,505	592	5,097	8,503
1997 Actual	3,122	474	76	3,672	4,729	692	5,421	9,093
1998 Actual	3,129	392	172	3,693	4,882	821	5,703	9,396
1999 Actual	3,478	447	167	4,092	4,769	860	5,629	9,721
2000 Actual	4,017	389	176	4,582	4,781	836	5,617	10,199
2001 Actual	4,311	438	184	4,933	5,010	1,057	6,067	11,000
2002 Actual	4,432	533	239	5,204	5,280	1,186	6,466	11,670
2003 Actual	4,529	512	174	5,215	5,665	1,396	7,061	12,276
2004 Actual	4,842	621	160	5,623	5,933	1,474	7,407	13,030
2005 Forecast	5,076	503	181	5,760	6,537	1,567	8,104	13,864
2006 Forecast	5,433	469	173	6,075	7,166	1,588	8,754	14,829
2007 Forecast	5,814	490	158	6,462	7,741	1,681	9,422	15,884
2008 Forecast	6,095	513	166	6,774	8,334	1,884	10,218	16,992
Female Caseload Data								
1996 Actual	146	98	12	256	1,169	63	1,232	1,488
1997 Actual	169	106	7	282	1,367	77	1,444	1,726
1998 Actual	208	94	9	311	1,463	94	1,557	1,868
1999 Actual	254	101	7	362	1,547	116	1,663	2,025
2000 Actual	315	110	10	435	1,611	128	1,739	2,174
2001 Actual	373	130	8	511	1,712	166	1,878	2,389
2002 Actual	423	157	18	598	1,809	198	2,007	2,605
2003 Actual	428	168	14	610	2,036	249	2,285	2,895
2004 Actual	464	205	20	689	2,263	285	2,548	3,237
2005 Forecast	530	171	20	721	2,460	275	2,735	3,456
2006 Forecast	582	175	14	771	2,623	275	2,898	3,669
2007 Forecast	643	184	28	855	2,772	310	3,082	3,937
2008 Forecast	708	188	19	915	2,952	370	3,322	4,237
Total Caseload Data								
1996 Actual	2,887	665	110	3,662	5,674	655	6,329	9,991
1997 Actual	3,291	580	83	3,954	6,096	769	6,865	10,819
1998 Actual	3,337	486	181	4,004	6,345	915	7,260	11,264
1999 Actual	3,732	548	174	4,454	6,316	976	7,292	11,746
2000 Actual	4,332	499	186	5,017	6,392	964	7,356	12,373
2001 Actual	4,684	568	192	5,444	6,722	1,223	7,945	13,389
2002 Actual	4,855	690	257	5,802	7,089	1,384	8,473	14,275
2003 Actual	4,957	680	188	5,825	7,701	1,645	9,346	15,171
2004 Actual	5,306	826	180	6,312	8,196	1,759	9,955	16,267
2005 Forecast	5,606	674	201	6,481	8,997	1,842	10,839	17,320
2006 Forecast	6,015	644	187	6,846	9,789	1,863	11,652	18,498
2007 Forecast	6,457	674	186	7,317	10,513	1,991	12,504	19,821
2008 Forecast	6,803	701	185	7,689	11,286	2,254	13,540	21,229

Terms and Definitions

Admission. An offender who has been committed by the courts to the Idaho Department of Correction. The offender may enter the department's jurisdiction in probation, rider, or term status; or from one status to another.

Bed Offender. An offender in term, rider, or parole violator status, under the jurisdiction of the Department of Correction, incarcerated in a state institution or other facility, for which the department pays the cost of incarceration on a per diem basis.

Caseload Offender. An offender in probation or parole status, under the jurisdiction of the Department of Correction, who is actively supervised by Community Corrections.

Civil Commitment. A form of confinement for offenders who are mentally ill, incompetent, alcoholic or drug addicted, as contrasted with the criminal commitment for their offense. Since they represent a per diem obligation to the department, they are grouped with term offenders.

Court Commitment. An action of the courts when an offender is convicted and sentenced to supervision or incarceration by the Department of Correction. The offender may enter the department's jurisdiction in probation, rider, or term status.

Discharged Offender. Offenders whose court commitment is satisfied or who die while under the jurisdiction of the Department of Correction. Offenders may be discharged from probation, rider, term, parole, or parole violator status.

Failed Rider. An offender who was committed by the courts to the rider program, but upon completion of the program, the court decided to incarcerate in prison. The offender's status will then change to term.

Incarcerated. An offender who has been committed by the courts to one of the Department of Correction institutions. Riders, term offenders, and parole violators are considered incarcerated.

New Commitment. An offender who has been committed by the courts to the Department of Correction for the first time or after satisfying a previous court commitment has been committed for a new crime. They may enter in a probation, rider, or term status.

Non Bed Offender. An offender who is under the jurisdiction of the Department of Correction, but is not housed in a state institution or other facility for which the department pays the cost of incarceration on a per diem basis. They could be in a county testifying, on detainer to another governmental entity, an escapee, or in a record tracking status.

Non Caseload Offender. An offender who has been placed on probation or parole status, but is not actively supervised by Community Corrections. They may have been deported, placed under court supervision, on detainer, or bench warrant. They are kept on Community Corrections records until their sentence is satisfied and then be discharged.

Non Idaho Offender. An offender who is sentenced by a jurisdiction other than Idaho, but is housed by the Department of Correction for security reasons. Since they represent a per diem obligation to the department, they are grouped with term offenders.

Offender. A person under the legal care, custody, or supervision, or authority of the Board of Correction, including any person within or outside the state, pursuant to agreement with another governmental entity or a contractor.

Parole Violator. An offender who has been placed on parole and then violates the conditions of their parole. Parole violator status is usually a temporary status until a hearing can be conducted to determine if the offender will be returned to term or parole status. It is considered an incarcerated status.

Terms and Definitions

Paroled Offender. An offender that the Parole Commission has decided to place in society after serving a portion of their sentence. They are supervised by a parole officer until their court commitment is satisfied. The offender is referred to as a parolee.

Probation. The status of an offender that the courts have decided to allow to serve their sentence while living in society. They are not incarcerated, but are supervised by a probation officer until their sentence is satisfied. The offender is referred to as a Probationer.

Reinstated Parole. The action that results when an offender has violated their parole and the Parole Commission subsequently decides to reinstate them in parole status instead of returning them to prison.

Retained Jurisdiction. The status of an offender that the courts have decided to send to the rider program. The courts retain jurisdiction until the offender completes the program. The courts will subsequently determine whether to place the offender in probation or term status or to withhold judgment. Also referred to as rider.

Revoked Parole. The condition resulting when an offender who, while on parole, violates the conditions of their parole and is placed back in prison by the Parole Commission. When an offender revokes parole they again become a termier.

Revoked Probation. An offender who, while serving probation, violates the conditions of their probation and the court changes their sentence to incarceration. The offender's status changes from probation to term, or sometimes rider.

Rider. See Retained Jurisdiction.

Term. The status of an offender who the courts or the Parole Commission has committed to prison. The offender is referred to as an inmate or a termier.

Support Division

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Support Services	9,813,600	9,696,800	9,737,900	9,812,300	9,651,500
Medical Services Contract	12,052,400	12,052,400	12,399,000	15,213,200	14,823,200
Total:	21,866,000	21,749,200	22,136,900	25,025,500	24,474,700
BY FUND CATEGORY					
General	18,854,800	19,188,600	19,197,700	22,534,600	21,985,700
Dedicated	888,700	808,700	837,900	385,900	384,300
Federal	2,122,500	1,751,900	2,101,300	2,105,000	2,104,700
Total:	21,866,000	21,749,200	22,136,900	25,025,500	24,474,700
Percent Change:		(0.5%)	1.8%	13.0%	10.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	4,696,400	4,544,700	4,927,400	5,193,300	5,171,900
Operating Expenditures	15,372,000	15,443,800	15,459,500	17,971,600	17,552,800
Capital Outlay	47,600	752,200	0	110,600	0
Trustee/Benefit	1,750,000	1,008,500	1,750,000	1,750,000	1,750,000
Total:	21,866,000	21,749,200	22,136,900	25,025,500	24,474,700
Full-Time Positions (FTP)	88.00	90.00	90.00	89.00	89.00

Division Description

The Support Division includes the director's office, and has oversight of information services, construction, financial services, inmate placement, central records, research and audit, and human resource services. The Medical Services Contract Program is also funded separately under the Support Division.

Support Division

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	90.00	19,197,700	22,136,900	90.00	19,197,700	22,136,900
HB 805 One-time 1% Salary Increase	0.00	40,800	43,400	0.00	40,800	43,400
1. Medical Costs for New Beds	0.00	964,700	964,700	0.00	964,700	964,700
Governor's Rescission	0.00	0	0	0.00	(20,200)	(20,400)
FY 2005 Total Appropriation	90.00	20,203,200	23,145,000	90.00	20,183,000	23,124,600
Non-Cognizable Funds and Transfers	(1.00)	0	(37,700)	(1.00)	0	(37,700)
FY 2005 Estimated Expenditures	89.00	20,203,200	23,107,300	89.00	20,183,000	23,086,900
Removal of One-Time Expenditures	0.00	(40,800)	(43,400)	0.00	(35,700)	(38,100)
Base Adjustments	0.00	0	(430,700)	0.00	15,100	(415,600)
FY 2006 Base	89.00	20,162,400	22,633,200	89.00	20,162,400	22,633,200
Benefit Costs	0.00	87,700	94,600	0.00	67,900	73,200
Inflationary Adjustments	0.00	22,800	23,100	0.00	0	0
Replacement Items	0.00	116,300	116,300	0.00	0	0
Nonstandard Adjustments	0.00	761,900	763,900	0.00	761,900	763,900
Annualizations	0.00	282,000	282,000	0.00	282,000	282,000
Change in Employee Compensation	0.00	40,900	43,100	0.00	40,900	43,100
27th Payroll	0.00	157,200	165,900	0.00	157,200	165,900
FY 2006 Program Maintenance	89.00	21,631,200	24,122,100	89.00	21,472,300	23,961,300
1. Medical Costs for New Beds	0.00	513,400	513,400	0.00	513,400	513,400
2. Hepatitis C Treatment	0.00	390,000	390,000	0.00	0	0
FY 2006 Total	89.00	22,534,600	25,025,500	89.00	21,985,700	24,474,700
Change from Original Appropriation	(1.00)	3,336,900	2,888,600	(1.00)	2,788,000	2,337,800
% Change from Original Appropriation		17.4%	13.0%		14.5%	10.6%

Support Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	90.00	19,197,700	837,900	2,101,300	22,136,900
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	40,800	2,100	500	43,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>40,800</i>	<i>2,100</i>	<i>500</i>	<i>43,400</i>
1. Medical Costs for New Beds					
Medical Services Contract					
Pursuant to Idaho Code, Section 20-209, the Department is required to provide medical services to inmates committed to its custody. This service is currently being provided under contract with Prison Health Services. Funding is requested to cover an unexpected prison population growth of 510 offenders that are located throughout the various correctional institutions. [Ongoing]					
Agency Request	0.00	964,700	0	0	964,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>964,700</i>	<i>0</i>	<i>0</i>	<i>964,700</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(20,200)</i>	<i>0</i>	<i>(200)</i>	<i>(20,400)</i>
FY 2005 Total Appropriation					
Agency Request	90.00	20,203,200	840,000	2,101,800	23,145,000
<i>Governor's Recommendation</i>	<i>90.00</i>	<i>20,183,000</i>	<i>840,000</i>	<i>2,101,600</i>	<i>23,124,600</i>
Non-Cognizable Funds and Transfers					
Transfers section supervisor to Community Supervision					
Agency Request	(1.00)	0	(37,700)	0	(37,700)
<i>Governor's Recommendation</i>	<i>(1.00)</i>	<i>0</i>	<i>(37,700)</i>	<i>0</i>	<i>(37,700)</i>
FY 2005 Estimated Expenditures					
Agency Request	89.00	20,203,200	802,300	2,101,800	23,107,300
<i>Governor's Recommendation</i>	<i>89.00</i>	<i>20,183,000</i>	<i>802,300</i>	<i>2,101,600</i>	<i>23,086,900</i>
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(40,800)	(2,100)	(500)	(43,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(35,700)</i>	<i>(2,100)</i>	<i>(300)</i>	<i>(38,100)</i>
Base Adjustments					
The Offender Management System was a two-year project that was first funded in fiscal year 2004. Inmate Management funds were used to support this project and are now being removed due to project completion.					
Agency Request	0.00	0	(430,700)	0	(430,700)
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,100</i>	<i>(430,700)</i>	<i>0</i>	<i>(415,600)</i>
FY 2006 Base					
Agency Request	89.00	20,162,400	369,500	2,101,300	22,633,200
<i>Governor's Recommendation</i>	<i>89.00</i>	<i>20,162,400</i>	<i>369,500</i>	<i>2,101,300</i>	<i>22,633,200</i>

Support Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	87,700	5,600	1,300	94,600
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>67,900</i>	<i>4,300</i>	<i>1,000</i>	<i>73,200</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	22,800	300	0	23,100
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Replacement Items					
Includes \$13,000 for five fax machines, \$15,000 for one photocopier, \$7,500 for five laser printers, \$4,800 for two satellite phones, \$1,800 for sixty leg irons, \$3,000 for thirty belly chains, \$900 for three cell phones, and \$20,300 for one vehicle. Also included is a ten year lease purchase agreement in the amount of \$50,000 for an inmate transport bus.					
Agency Request	0.00	116,300	0	0	116,300
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Nonstandard Adjustments					
Includes \$664,100 (General Fund) to pay the annual medical contract increase with Prison Health Services, Incorporated. The amount is based upon the lower of 4.5%, or the percentage increase in the medical care component of the Consumer Price Index for all Urban Consumers for the Pacific Northwest Region.					
In addition, the Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. For fiscal year 2006, Attorney General fees will increase by \$89,100 (\$87,100 General Fund), State Controller fees by \$2,600 (General Fund), State Treasurer fees by \$2,800 (General Fund), and Risk Management by \$5,300 for a total of \$99,800 (\$97,800 General Fund).					
Agency Request	0.00	761,900	2,000	0	763,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>761,900</i>	<i>2,000</i>	<i>0</i>	<i>763,900</i>
Annualizations					
Annualizes the fiscal year 2005 supplemental appropriation for inmate medical services due to added beds at the Idaho State Correctional Institution (159 beds for four months), South Idaho Correctional Institution (100 beds for three months), and the Saint Anthony Work Camp (75 beds for three months) at a cost of \$7.56 per day.					
Agency Request	0.00	282,000	0	0	282,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>282,000</i>	<i>0</i>	<i>0</i>	<i>282,000</i>

Support Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	40,900	1,700	500	43,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	40,900	1,700	500	43,100
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	157,200	6,800	1,900	165,900
Governor's Recommendation	0.00	157,200	6,800	1,900	165,900
FY 2006 Program Maintenance					
Agency Request	89.00	21,631,200	385,900	2,105,000	24,122,100
Governor's Recommendation	89.00	21,472,300	384,300	2,104,700	23,961,300
1. Medical Costs for New Beds			Medical Services Contract		
Additional funding is requested to cover an estimated increase of over 500 inmates in the states correctional facilities.					
Agency Request	0.00	513,400	0	0	513,400
Governor's Recommendation	0.00	513,400	0	0	513,400
2. Hepatitis C Treatment			Medical Services Contract		
Funding is requested to provide Hepatitis C treatment to incarcerated individuals that would be consistent with guidelines established by the Centers for Disease Control and Prevention. Presently, there are about 500 diagnosed cases of Hepatitis C in the prison population. It is anticipated that about 10% of that number would qualify for treatment. The duration and treatment varies from 24 to 48 weeks, depending on the type of Hepatitis C virus.					
Agency Request	0.00	390,000	0	0	390,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	89.00	22,534,600	385,900	2,105,000	25,025,500
Governor's Recommendation	89.00	21,985,700	384,300	2,104,700	24,474,700
Agency Request					
Change from Original App	(1.00)	3,336,900	(452,000)	3,700	2,888,600
% Change from Original App	(1.1%)	17.4%	(53.9%)	0.2%	13.0%
Governor's Recommendation					
Change from Original App	(1.00)	2,788,000	(453,600)	3,400	2,337,800
% Change from Original App	(1.1%)	14.5%	(54.1%)	0.2%	10.6%

Operations Division

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Operations Administration	4,278,900	4,617,400	4,213,500	5,232,800	5,219,200
Offender Programs	4,001,100	3,788,800	2,597,100	3,113,900	3,096,300
Community Supervision	15,099,700	14,875,900	15,621,400	17,317,000	17,161,400
Community Work Centers	3,835,700	3,634,700	3,869,500	4,226,000	4,164,700
Idaho State Corr Inst - Boise	18,183,100	17,341,300	18,983,800	22,536,300	22,159,100
Idaho Corr Inst - Orofino	8,625,100	7,991,500	8,882,700	9,239,200	9,166,000
N Idaho Corr Inst - Cottonwood	3,762,500	3,730,300	4,238,400	4,618,400	4,419,300
S Idaho Corr Inst - Boise	7,609,700	7,655,500	8,519,500	9,345,000	9,188,700
Idaho Max Sec Inst - Boise	8,642,900	8,347,400	9,088,000	9,424,800	9,311,800
St. Anthony Work Camp	2,778,500	2,602,600	2,703,300	3,267,300	3,223,800
Pocatello Women's Corr Center	4,984,800	4,806,500	5,237,900	5,815,400	5,578,100
S Boise Women's Corr Center	1,075,000	1,162,400	1,154,100	3,465,000	3,324,200
Total:	82,877,000	80,554,300	85,109,200	97,601,100	96,012,600
BY FUND CATEGORY					
General	69,992,100	69,382,500	71,678,000	83,224,500	81,645,100
Dedicated	10,873,600	9,285,400	11,574,600	12,718,800	12,641,600
Federal	2,011,300	1,886,400	1,856,600	1,657,800	1,725,900
Total:	82,877,000	80,554,300	85,109,200	97,601,100	96,012,600
Percent Change:		(2.8%)	5.7%	14.7%	12.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	59,520,700	56,972,300	62,769,600	70,213,100	69,858,000
Operating Expenditures	22,106,800	21,215,700	21,773,900	24,810,000	24,611,000
Capital Outlay	1,249,500	2,366,300	565,700	2,578,000	1,543,600
Total:	82,877,000	80,554,300	85,109,200	97,601,100	96,012,600
Full-Time Positions (FTP)	1,303.30	1,301.30	1,310.80	1,403.40	1,402.40

Division Description

The Operations Division has oversight of programs, community corrections and prisons. The prisons are the Idaho State Correctional Institution (ISCI), Idaho Correctional Institution - Orofino (ICI-O), North Idaho Correctional Institution at Cottonwood (NICI), the South Idaho Correctional Institution at Boise (SICI), the Idaho Maximum Security Institution at Boise (IMSI), the St. Anthony Work Center (SAWC), the Pocatello Women's Correctional Center (PWCC), and the South Boise Women's Correctional Center (SBWCC). There are three community work centers for men located in Nampa, Twin Falls, and Idaho Falls, and one for women in East Boise. There are community corrections district offices located throughout the state. District 1 is located in Coeur d'Alene with satellite offices in Sandpoint and Wallace; District 2 in Lewiston with satellite offices in Orofino, Moscow, and Grangeville; District 3 in Caldwell with satellite offices in Weiser and Emmett; District 4 in Boise with satellite offices in McCall, Eagle, Meridian, and in Mountain home; District 5 in Twin Falls with satellite offices in Hailey and Burley; District 6 in Pocatello with a satellite office in Preston; and District 7 in Idaho Falls with satellite offices in Rexburg and Blackfoot. The department handles adult felons sentenced by the courts.

Operations Division

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	1,310.80	71,678,000	85,109,200	1,310.80	71,678,000	85,109,200
HB 805 One-time 1% Salary Increase	0.00	469,800	520,200	0.00	469,800	520,200
1. County & Contract Beds	0.00	2,679,200	2,679,200	0.00	2,679,200	2,679,200
2. ISCI Inmate Population Growth	10.00	599,000	599,000	9.00	546,200	546,200
3. ICIO Inmate Population Growth	0.00	62,900	62,900	0.00	62,900	62,900
4. NICI Inmate Population Growth	1.00	53,700	161,300	1.00	53,700	161,300
5. SICI Population Growth -Tents	2.00	66,500	66,500	2.00	66,500	66,500
6. SICI Population Growth - Annex	14.00	452,000	552,000	14.00	452,000	552,000
7. SAWC Inmate Population Growth	5.00	314,900	314,900	5.00	314,900	314,900
8. PWCC Inmate Population Growth	1.00	84,400	84,400	1.00	84,400	84,400
Governor's Rescission	0.00	0	0	0.00	(312,900)	(337,100)
FY 2005 Total Appropriation	1,343.80	76,460,400	90,149,600	1,342.80	76,094,700	89,759,700
Non-Cognizable Funds and Transfers	2.60	0	379,900	2.60	0	379,900
FY 2005 Estimated Expenditures	1,346.40	76,460,400	90,529,500	1,345.40	76,094,700	90,139,600
Removal of One-Time Expenditures	(1.60)	(2,613,300)	(3,561,500)	(1.60)	(2,548,800)	(3,489,700)
Base Adjustments	0.00	0	(68,400)	0.00	248,400	196,900
FY 2006 Base	1,344.80	73,847,100	86,899,600	1,343.80	73,794,300	86,846,800
Benefit Costs	0.00	1,128,700	1,248,100	0.00	873,600	966,100
Inflationary Adjustments	0.00	157,500	199,000	0.00	0	0
Replacement Items	0.00	1,075,800	1,106,000	0.00	185,500	203,600
Nonstandard Adjustments	0.00	90,000	96,500	0.00	90,000	96,500
Annualizations	0.00	546,500	626,900	0.00	526,200	606,600
Change in Employee Compensation	0.00	482,700	530,600	0.00	482,700	530,600
27th Payroll	0.00	1,883,400	2,106,600	0.00	1,883,400	2,106,600
Fund Shifts	0.00	375,400	0	0.00	304,000	0
FY 2006 Program Maintenance	1,344.80	79,587,100	92,813,300	1,343.80	78,139,700	91,356,800
1. Client Growth	14.00	0	761,600	14.00	0	761,600
2. Interstate Compact	1.00	0	45,100	1.00	0	45,100
3. ISRF Program	0.00	0	250,000	0.00	0	250,000
4. Federal Grant	1.60	0	93,700	1.60	0	93,700
5. Sprung Structure	12.00	1,430,300	1,430,300	12.00	1,430,300	1,430,300
6. Additional Female Housing	30.00	2,207,100	2,207,100	30.00	2,075,100	2,075,100
FY 2006 Total	1,403.40	83,224,500	97,601,100	1,402.40	81,645,100	96,012,600
Change from Original Appropriation	92.60	11,546,500	12,491,900	91.60	9,967,100	10,903,400
% Change from Original Appropriation		16.1%	14.7%		13.9%	12.8%

Operations Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	1,310.80	71,678,000	11,574,600	1,856,600	85,109,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	469,800	44,000	6,400	520,200
Governor's Recommendation	0.00	469,800	44,000	6,400	520,200
1. County & Contract Beds					
Operations Administration					
Funding is requested to cover an increase in per diem costs due to the population increase of offenders housed in county and other contract beds. The department maximizes the use of beds in state institutions, followed by the use of county jail beds before seeking out-of-state placements. [\$981,100 Ongoing and \$1,698,100 One-Time]					
Agency Request	0.00	2,679,200	0	0	2,679,200
Governor's Recommendation	0.00	2,679,200	0	0	2,679,200
2. ISCI Inmate Population Growth					
Idaho State Correctional Institution - Boise					
Due to unanticipated inmate population growth, funding is requested to cover the required increase in bed capacity to cover the double bunking of four housing units at the Idaho State Correctional Institution in Boise, thus increasing bed capacity by 159. Staff hired include: four correctional officers, one food service supervisor, three drug and alcohol rehabilitation specialists, one chief of psychology, and one administrative support manager. [Ongoing]					
Agency Request	10.00	599,000	0	0	599,000
Governor's Recommendation	9.00	546,200	0	0	546,200
3. ICIO Inmate Population Growth					
Idaho Correctional Institution - Orofino					
Funding is requested for an additional 32 beds at the Orofino facility due to inmate population growth. Existing staff is sufficient as single bunks were replaced with double bunks. [Ongoing]					
Agency Request	0.00	62,900	0	0	62,900
Governor's Recommendation	0.00	62,900	0	0	62,900
4. NICI Inmate Population Growth					
North Idaho Correctional Institution - Cottonwood					
The North Idaho Correctional Institution at Cottonwood added 60 cots to the gymnasium prior to the end of fiscal year 2004. It is anticipated that these cots will remain in place through December and be reduced to 15 cots for the remainder of the year. One alcohol rehabilitation specialist has been added. [One-Time Cost]					
Agency Request	1.00	53,700	107,600	0	161,300
Governor's Recommendation	1.00	53,700	107,600	0	161,300
5. SICI Population Growth -Tents					
South Idaho Correctional Institution - Boise					
Funding is requested to hire two correctional officers to deal with a population increase of 64 offenders that have been and will be housed in tents from June 2004 through October 2004. It will be implemented again in April 2005. This level of funding assumes seven months of operation each year. [Ongoing]					
Agency Request	2.00	66,500	0	0	66,500
Governor's Recommendation	2.00	66,500	0	0	66,500

Operations Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. SICI Population Growth - Annex					
South Idaho Correctional Institution - Boise					
Provides funding to open and operate the 100-bed SICI Annex Community Work Center. Currently, seventy inmates are in the work release program that would be moved from the main facility to the Annex. Doing so will provide opportunity for thirty additional offenders to participate in the work release program, while at the same time providing the department with an additional 100 beds for other offenders. New positions include six correctional officers, one food service supervisor, 2 food service officers, one pre-release/transition specialist, one administrative assistant, one correctional sergeant, one drug & alcohol rehabilitation specialist, and one psychosocial rehabilitation specialist. [Ongoing]					
Agency Request	14.00	452,000	100,000	0	552,000
Governor's Recommendation	14.00	452,000	100,000	0	552,000
7. SAWC Inmate Population Growth					
St. Anthony Work Camp					
The department has acquired an adjacent building to the current St. Anthony Work Camp that has been modified to house 90 offenders. Funding is requested to open the new annex, which is scheduled for completion in November 2004. New positions include four full-time correctional officers and one full-time psycho-social rehabilitation specialist. [\$312,000 ongoing and \$2,900 one-time]					
Agency Request	5.00	314,900	0	0	314,900
Governor's Recommendation	5.00	314,900	0	0	314,900
8. PWCC Inmate Population Growth					
Pocatello Women's Correctional Center					
Provides funding for an additional twenty temporary cots at the Pocatello Women's Correctional Center, because of offender population growth in female inmates, and female termers and parole violators. New positions include one psycho-social rehabilitation specialist. [\$81,900 ongoing and \$2,500 one-time]					
Agency Request	1.00	84,400	0	0	84,400
Governor's Recommendation	1.00	84,400	0	0	84,400
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(312,900)	(23,000)	(1,200)	(337,100)
FY 2005 Total Appropriation					
Agency Request	1,343.80	76,460,400	11,826,200	1,863,000	90,149,600
Governor's Recommendation	1,342.80	76,094,700	11,803,200	1,861,800	89,759,700
Non-Cognizable Funds and Transfers					
Transfers section supervisor and \$37,700 from Support Services to Community Supervision and increases spending authority for miscellaneous grant awards received for Offender Programs and the Idaho Correctional Institution at Orofino.					
Agency Request	2.60	0	37,700	342,200	379,900
Governor's Recommendation	2.60	0	37,700	342,200	379,900
FY 2005 Estimated Expenditures					
Agency Request	1,346.40	76,460,400	11,863,900	2,205,200	90,529,500
Governor's Recommendation	1,345.40	76,094,700	11,840,900	2,204,000	90,139,600
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	(1.60)	(2,613,300)	(714,500)	(233,700)	(3,561,500)
Governor's Recommendation	(1.60)	(2,548,800)	(708,400)	(232,500)	(3,489,700)

Operations Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Base Adjustments

Reflects a reduction in available federal funds.

Agency Request	0.00	0	0	(68,400)	(68,400)
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Restore risk management rescission to the base.

Governor's Recommendation	0.00	248,400	16,900	(68,400)	196,900
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FY 2006 Base					
Agency Request	1,344.80	73,847,100	11,149,400	1,903,100	86,899,600
Governor's Recommendation	1,343.80	73,794,300	11,149,400	1,903,100	86,846,800

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	1,128,700	104,400	15,000	1,248,100
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	873,600	80,800	11,700	966,100
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures.

Agency Request	0.00	157,500	41,500	0	199,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Operations Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

OPERATIONS ADMINISTRATION: Includes \$10,800 for one photocopier.

COMMUNITY SERVICES: Includes \$33,600 for two vehicles, \$23,900 for five photocopiers, and \$17,300 for other miscellaneous items for a total of \$74,800.

COMMUNITY WORK CENTERS: Includes \$135,500 for eight vehicles, \$10,000 to resurface parking lot, \$10,000 for facility dishwasher, \$13,900 for two photocopiers, and \$1,900 for other miscellaneous items for a total of \$171,300.

IDAHO STATE CORRECTIONAL INSTITUTION - BOISE: Includes \$70,000 for four vehicles, \$126,500 for commercial washers, dryers, and oven racks, and \$54,900 for other miscellaneous items for a total of \$251,400.

IDAHO CORRECTIONAL INSTITUTION - OROFINO: Includes \$10,000 for two industrial washers, \$3,000 for three floor buffers, and \$5,000 for other miscellaneous items for a total of \$18,000.

NORTH IDAHO CORRECTIONAL INSTITUTION - COTTONWOOD: Includes \$18,000 for one vehicle, \$54,400 for office equipment, \$45,000 for building maintenance projects, and \$54,000 for other miscellaneous items for a total of \$171,400.

SOUTH IDAHO CORRECTIONAL INSTITUTION - BOISE: Includes \$10,000 for one convection steamer oven, \$1,800 for three file cabinets, \$2,400 for one meat slicer, \$5,000 for a hot cart, \$45,000 for three swamp coolers and heating units, \$20,000 for two ice machines, \$4,500 for carpet, \$7,500 for phone system upgrade, and \$5,000 for special project tents for a total of \$101,200.

IDAHO MAXIMUM SECURITY INSTITUTION - BOISE: Includes \$38,300 for kitchen equipment, \$7,400 for office equipment, and \$10,800 for firearms, and \$2,200 for other miscellaneous items for a total of \$58,700.

ST. ANTHONY WORK CAMP: Includes \$18,000 for one vehicle, \$14,100 for office equipment, \$7,200 for portable radios, and \$4,000 for firearms for a total of \$43,300.

POCATELLO WOMEN'S CORRECTIONAL CENTER: Includes \$13,300 for one vehicle, \$150,000 for intercom system, \$34,000 for grounds and building maintenance and repair, and \$7,800 for other miscellaneous items for a total of \$205,100.

Agency Request	0.00	1,075,800	30,200	0	1,106,000
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Provides \$50,000 for three passenger vans at the Idaho State Correctional Institution - Boise; \$18,100 for one special projects transport van at the St. Anthony Work Camp; and \$119,500 for seven vans and \$16,000 for one half-ton truck at the Community Work Centers.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>185,500</i>	<i>18,100</i>	<i>0</i>	<i>203,600</i>
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. This increase is specifically related to changes in risk management fees.

Agency Request	0.00	90,000	6,500	0	96,500
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>90,000</i>	<i>6,500</i>	<i>0</i>	<i>96,500</i>
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Operations Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Annualizations

Annualizes supplemental requests as a result of increasing inmate growth. This includes \$80,400 (Dedicated Fund) for Community Supervision, \$258,100 (General Fund) for the Idaho State Correctional Institution in Boise, \$183,800 (General Fund) for the St. Anthony Work Camp, and \$17,200 (General Fund) for the Pocatello Women's Correctional Center.

Agency Request	0.00	546,500	80,400	0	626,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>526,200</i>	<i>80,400</i>	<i>0</i>	<i>606,600</i>

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	482,700	43,700	4,200	530,600
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>482,700</i>	<i>43,700</i>	<i>4,200</i>	<i>530,600</i>
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	1,883,400	206,000	17,200	2,106,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,883,400</i>	<i>206,000</i>	<i>17,200</i>	<i>2,106,600</i>

Fund Shifts

COMMUNITY SUPERVISION: Shifts \$71,400 from a three-year Byrne Grant to the General Fund to cover expenses associated with the Victim Information and Notification Everyday System (VINE).

IDAHO CORRECTIONAL INSTITUTION - OROFINO: Shifts \$116,700 in federal funds to the General Fund to cover substance abuse treatment programs at the institution.

SOUTH IDAHO CORRECTIONAL INSTITUTION - BOISE: Shifts \$187,300 in federal funds to the General Fund to cover substance abuse treatment programs at the institution.

Agency Request	0.00	375,400	0	(375,400)	0
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Eliminates shifting \$71,400 from the Victim Services Federal Grant to the General Fund for continued program support.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>304,000</i>	<i>0</i>	<i>(304,000)</i>	<i>0</i>
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FY 2006 Program Maintenance

Agency Request	1,344.80	79,587,100	11,662,100	1,564,100	92,813,300
<i>Governor's Recommendation</i>	<i>1,343.80</i>	<i>78,139,700</i>	<i>11,584,900</i>	<i>1,632,200</i>	<i>91,356,800</i>

1. Client Growth

Community Supervision

The department is expecting a 6.4% increase in offenders that will be supervised in the community. This growth represents an increase of about 648 offenders being supervised on probation and parole. The growth is due, in part, to the state's policy of providing alternatives to prison incarceration in less costly community supervision, where treatment and cognitive restructuring are emphasized as a pathway to reduce recidivism. Due to the anticipated growth in the offender population, funding is requested to add nine probation and parole officers, three pre-sentence investigators, and two financial support technicians to supervise and manage the increased population.

Agency Request	14.00	0	761,600	0	761,600
<i>Governor's Recommendation</i>	<i>14.00</i>	<i>0</i>	<i>761,600</i>	<i>0</i>	<i>761,600</i>

Operations Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Interstate Compact					Community Supervision
Funding is requested to add one technical records specialist, who will provide additional technical support including, filing, data entry, and record keeping for offenders participating in the Interstate Compact program.					
Agency Request	1.00	0	45,100	0	45,100
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>45,100</i>	<i>0</i>	<i>45,100</i>
3. ISRF Program					Offender Programs
Contract service moneys are requested to establish Intermediate Sanction & Revocation Facilities (ISRF). The objective of the ISRF is to increase offender accountability and to reduce prison overcrowding, while providing an increased level of community protection and supervision. The program would be 60 to 90 days in length and would utilize two community work centers. One is located in Nampa and would have fifteen male beds set aside. The female facility would be located in Boise and would have eight beds available. The department estimates that 90 offenders would be diverted from prison beds the first year, saving about \$162,000. It is further anticipated that during the second year of operation \$1.1 million in savings could be realized. These services will be funded through inmate labor sources.					
Agency Request	0.00	0	250,000	0	250,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>250,000</i>	<i>0</i>	<i>250,000</i>
4. Federal Grant					Offender Programs
The Office of Justice Programs awarded a two-year grant in an effort to eliminate sexual assaults and rapes in detention centers, jails, and prisons, as federally mandated. The program goals are to develop specialized training to educate offenders about the dangers, consequences, and methods for reporting sexual activity; the reduction of sexual victimization through prosecution; the elimination of incidence of rape in correctional facilities; and the prevention of further criminal activity. The department will partner with county jails and the Idaho Department of Juvenile Corrections to educate inmates and train staff to address this problem by producing training videos. This is the second year of a two-year grant and spending authority of this grant is requested. Limited service personnel include one correctional program manager and a part-time research analyst.					
Agency Request	1.60	0	0	93,700	93,700
<i>Governor's Recommendation</i>	<i>1.60</i>	<i>0</i>	<i>0</i>	<i>93,700</i>	<i>93,700</i>
5. Sprung Structure					Idaho State Correctional Institution - Boise
Funding is requested to assemble a sprung structure at the Idaho Correctional Institution in Boise to house an additional 100 offenders. Sprung structures are stressed membrane structures that provide semi-permanent solutions to overcrowding at a fraction of the time and cost of conventional construction. The substructure has an indefinite life expectancy and a thirty-year pro-rata guarantee, while the architectural membranes have pro-rata guarantees of up to twenty years. Replacement membranes are very inexpensive and can be purchased for approximately 18% of the cost of a new structure. Staff includes one drug & alcohol rehabilitation specialist, one psychosocial rehabilitation specialist, two correctional specialists, and eight correctional officers.					
Agency Request	12.00	1,430,300	0	0	1,430,300
<i>Governor's Recommendation</i>	<i>12.00</i>	<i>1,430,300</i>	<i>0</i>	<i>0</i>	<i>1,430,300</i>
6. Additional Female Housing					South Boise Women's Correctional Center
Provides funding to expand the South Boise Women's Correctional Center to include an additional 128 offender beds, six segregation beds, and two medical beds. This new building will house retained jurisdiction cases that will offer programs and services for females to positively change attitudes, perceptions, and behaviors. This, in order to reduce repeated criminal activity and prepare the offenders for re-integration into the community. Staff required includes two drug and alcohol rehabilitation specialists, two psycho-social rehabilitation specialists, one program manager, two instructors, three correctional sergeants, one clinician, two food service officers, one administrative assistant, one deputy warden, thirteen correctional officers, and two technical records specialist.					
Agency Request	30.00	2,207,100	0	0	2,207,100
<i>Governor's Recommendation</i>	<i>30.00</i>	<i>2,075,100</i>	<i>0</i>	<i>0</i>	<i>2,075,100</i>

Operations Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	1,403.40	83,224,500	12,718,800	1,657,800	97,601,100
<i>Governor's Recommendation</i>	<i>1,402.40</i>	<i>81,645,100</i>	<i>12,641,600</i>	<i>1,725,900</i>	<i>96,012,600</i>
Agency Request					
Change from Original App	92.60	11,546,500	1,144,200	(198,800)	12,491,900
% Change from Original App	7.1%	16.1%	9.9%	(10.7%)	14.7%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>91.60</i>	<i>9,967,100</i>	<i>1,067,000</i>	<i>(130,700)</i>	<i>10,903,400</i>
<i>% Change from Original App</i>	<i>7.0%</i>	<i>13.9%</i>	<i>9.2%</i>	<i>(7.0%)</i>	<i>12.8%</i>

Idaho Correctional Center

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	17,564,700	17,564,700	18,029,900	18,606,800	18,606,800
Dedicated	404,000	371,000	404,000	404,000	404,000
Total:	17,968,700	17,935,700	18,433,900	19,010,800	19,010,800
Percent Change:		(0.2%)	2.8%	3.1%	3.1%
BY OBJECT OF EXPENDITURE					
Operating Expenditures	17,968,700	17,935,700	18,433,900	19,010,800	19,010,800

Division Description

The privately operated state prison was completed in September 1999 and turned over to the Corrections Corporation of America until the state opened the prison in July 2000. The Corrections Corporation of America (CCA) was selected to design and build and operate the facility. The construction was financed with bonds through the Idaho Building Authority (IBA). Bonds were issued through the IBA, and the first of 27 payments to the IBA started in July 2000. The cost to build the facility was \$49,986,944. This included all design and construction costs to provide the state with a complete, furnished facility.

The occupancy contract with CCA requires that the contractor operate the facility in conformance with department policy. CCA is also responsible to hire and train all staff necessary to operate the facility. The department is responsible to monitor and enforce the operational contract. CCA's operational contract is based on a unit cost per inmate and is for an initial three-year period.

The prison is a combination 1,272-bed medium and minimum custody institution. There are three, 128-cell housing-units for medium security inmates. Each of these cells house two inmates. There are two, 252-bed minimum security dormitory units. There are also 44 administrative segregation cells (1 inmate per cell). In addition to the housing units the new prison has a medical treatment area, laundry facility, kitchen and group dining, occupational training areas with classrooms, indoor and outdoor recreational, religious, and visiting areas, and administrative office areas.

Idaho Correctional Center

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	18,029,900	18,433,900	0.00	18,029,900	18,433,900
Governor's Rescission	0.00	0	0	0.00	(18,100)	(18,100)
FY 2005 Total Appropriation	0.00	18,029,900	18,433,900	0.00	18,011,800	18,415,800
Base Adjustments	0.00	0	0	0.00	18,100	18,100
FY 2006 Base	0.00	18,029,900	18,433,900	0.00	18,029,900	18,433,900
Nonstandard Adjustments	0.00	576,900	576,900	0.00	576,900	576,900
FY 2006 Total	0.00	18,606,800	19,010,800	0.00	18,606,800	19,010,800
Change from Original Appropriation	0.00	576,900	576,900	0.00	576,900	576,900
% Change from Original Appropriation		3.2%	3.1%		3.2%	3.1%

Idaho Correctional Center

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.00	18,029,900	404,000	0	18,433,900
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(18,100)	0	0	(18,100)
FY 2005 Total Appropriation					
Agency Request	0.00	18,029,900	404,000	0	18,433,900
Governor's Recommendation	0.00	18,011,800	404,000	0	18,415,800
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	18,100	0	0	18,100
FY 2006 Base					
Agency Request	0.00	18,029,900	404,000	0	18,433,900
Governor's Recommendation	0.00	18,029,900	404,000	0	18,433,900
Nonstandard Adjustments					
Provides for the contractual per diem rate increase from \$41.07 to \$42.30 per day for inmates housed at the Idaho Correctional Center for a total increase of \$569,900 for 1,272 beds.					
In addition, the Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are being increased by \$7,000.					
Agency Request	0.00	576,900	0	0	576,900
Governor's Recommendation	0.00	576,900	0	0	576,900
FY 2006 Total					
Agency Request	0.00	18,606,800	404,000	0	19,010,800
Governor's Recommendation	0.00	18,606,800	404,000	0	19,010,800
Agency Request					
Change from Original App	0.00	576,900	0	0	576,900
% Change from Original App		3.2%	0.0%		3.1%
Governor's Recommendation					
Change from Original App	0.00	576,900	0	0	576,900
% Change from Original App		3.2%	0.0%		3.1%

Commission for Pardons & Parole

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	1,588,400	1,515,000	1,605,400	1,690,200	1,682,200
Dedicated	20,300	25,300	20,300	20,300	20,300
Total:	1,608,700	1,540,300	1,625,700	1,710,500	1,702,500
Percent Change:		(4.3%)	5.5%	5.2%	4.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,273,400	1,181,000	1,326,200	1,407,500	1,401,700
Operating Expenditures	303,100	291,300	299,500	303,000	300,800
Capital Outlay	32,200	68,000	0	0	0
Total:	1,608,700	1,540,300	1,625,700	1,710,500	1,702,500
Full-Time Positions (FTP)	26.00	26.00	26.00	26.00	26.00

Division Description

The Idaho Commission for Pardons and Parole is charged with the responsibility for parole (inmates selected for release by the Commission after serving at least the minimum portion of their sentence), commutation (modification of an offender's sentence), and pardon (forgiveness of a sentence). The Commission's goal is to provide the highest degree of protection to society while providing offenders the opportunity to become responsible members of society. The five commission members are appointed by the Governor to five-year terms and are subject to Senate confirmation.

Commission for Pardons & Parole

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	26.00	1,605,400	1,625,700	26.00	1,605,400	1,625,700
HB 805 One-time 1% Salary Increase	0.00	10,700	10,700	0.00	10,700	10,700
Governor's Rescission	0.00	0	0	0.00	(3,600)	(3,600)
FY 2005 Total Appropriation	26.00	1,616,100	1,636,400	26.00	1,612,500	1,632,800
Removal of One-Time Expenditures	0.00	(10,700)	(10,700)	0.00	(10,100)	(10,100)
Base Adjustments	0.00	0	0	0.00	3,000	3,000
FY 2006 Base	26.00	1,605,400	1,625,700	26.00	1,605,400	1,625,700
Benefit Costs	0.00	25,500	25,500	0.00	19,700	19,700
Inflationary Adjustments	0.00	2,200	2,200	0.00	0	0
Nonstandard Adjustments	0.00	1,300	1,300	0.00	1,300	1,300
Change in Employee Compensation	0.00	11,300	11,300	0.00	11,300	11,300
27th Payroll	0.00	44,500	44,500	0.00	44,500	44,500
FY 2006 Total	26.00	1,690,200	1,710,500	26.00	1,682,200	1,702,500
Change from Original Appropriation	0.00	84,800	84,800	0.00	76,800	76,800
% Change from Original Appropriation		5.3%	5.2%		4.8%	4.7%

Commission for Pardons & Parole

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	26.00	1,605,400	20,300	0	1,625,700
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	10,700	0	0	10,700
Governor's Recommendation	0.00	10,700	0	0	10,700
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(3,600)	0	0	(3,600)
FY 2005 Total Appropriation					
Agency Request	26.00	1,616,100	20,300	0	1,636,400
Governor's Recommendation	26.00	1,612,500	20,300	0	1,632,800
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(10,700)	0	0	(10,700)
Governor's Recommendation	0.00	(10,100)	0	0	(10,100)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	3,000	0	0	3,000
FY 2006 Base					
Agency Request	26.00	1,605,400	20,300	0	1,625,700
Governor's Recommendation	26.00	1,605,400	20,300	0	1,625,700
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	25,500	0	0	25,500
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	19,700	0	0	19,700
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	2,200	0	0	2,200
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Commission for Pardons & Parole

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees have been increased by \$1,300.

Agency Request	0.00	1,300	0	0	1,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,300</i>	<i>0</i>	<i>0</i>	<i>1,300</i>

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	11,300	0	0	11,300
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>11,300</i>	<i>0</i>	<i>0</i>	<i>11,300</i>
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	44,500	0	0	44,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>44,500</i>	<i>0</i>	<i>0</i>	<i>44,500</i>

FY 2006 Total					
Agency Request	26.00	1,690,200	20,300	0	1,710,500
<i>Governor's Recommendation</i>	<i>26.00</i>	<i>1,682,200</i>	<i>20,300</i>	<i>0</i>	<i>1,702,500</i>

Agency Request

Change from Original App	0.00	84,800	0	0	84,800
% Change from Original App	0.0%	5.3%	0.0%		5.2%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>76,800</i>	<i>0</i>	<i>0</i>	<i>76,800</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>4.8%</i>	<i>0.0%</i>		<i>4.7%</i>

Judicial Branch

Analyst: Burns

Historical Summary

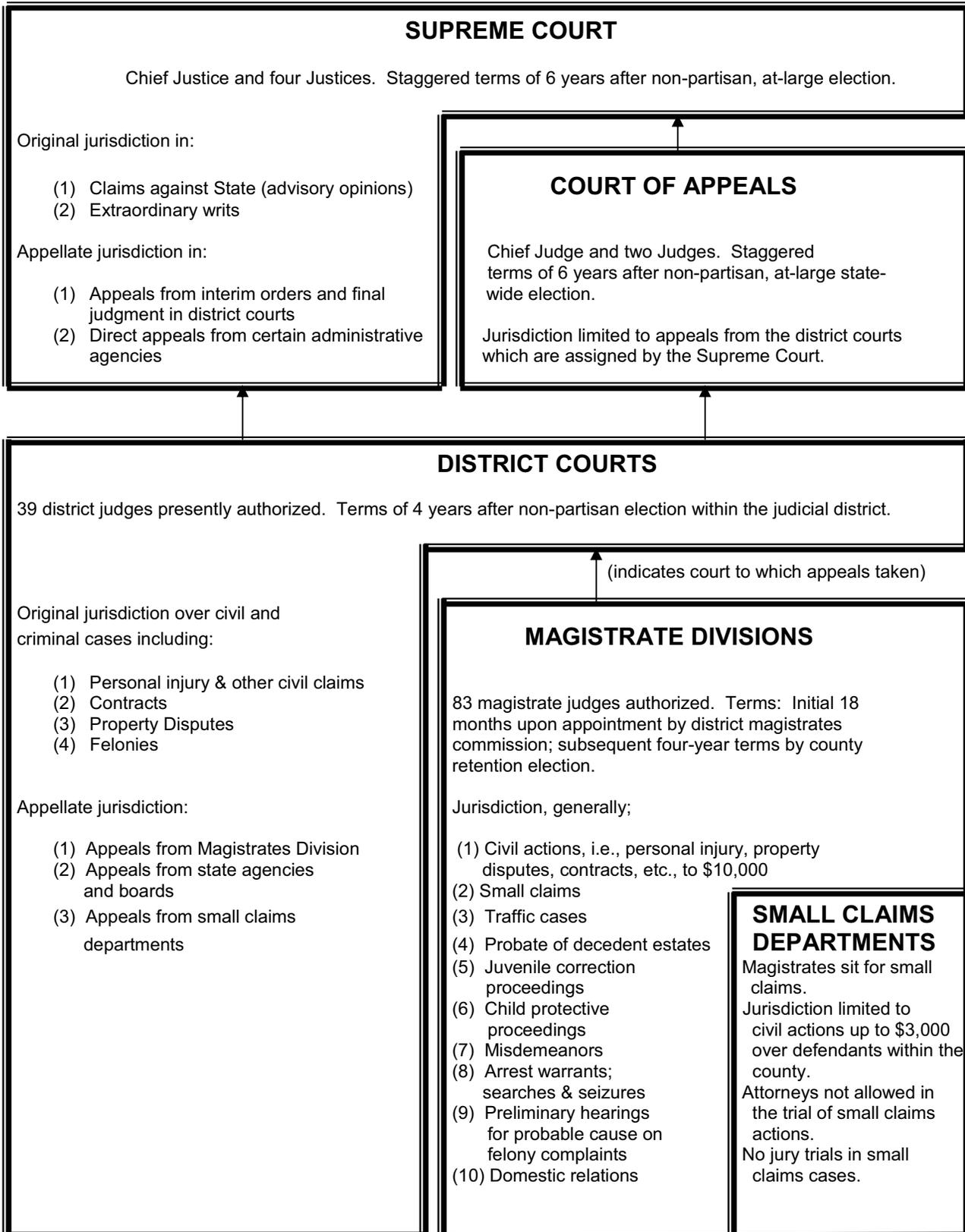
OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Supreme Court	4,229,900	4,722,200	5,819,000	5,919,400	5,919,400
Law Library	662,500	467,000	497,300	506,400	506,400
District Courts	11,060,600	10,148,100	10,857,400	11,231,100	11,231,100
Magistrates Division	10,659,600	10,662,900	10,916,400	11,193,300	11,193,300
Judicial Council	111,300	110,500	111,300	112,700	112,700
Court of Appeals	1,115,500	1,109,400	1,151,300	1,170,200	1,170,200
Guardian Ad Litem Account	441,900	441,900	447,500	515,600	515,600
Snake River Basin Adjudication	783,700	777,500	826,100	842,800	842,800
Total:	29,065,000	28,439,500	30,626,300	31,491,500	31,491,500
BY FUND CATEGORY					
General	24,474,000	24,455,100	25,182,500	26,029,100	26,029,100
Dedicated	4,172,200	2,999,800	3,942,800	3,940,800	3,940,800
Federal	418,800	984,600	1,501,000	1,521,600	1,521,600
Total:	29,065,000	28,439,500	30,626,300	31,491,500	31,491,500
Percent Change:		(2.2%)	7.7%	2.8%	2.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	21,928,000	0	0	0
Operating Expenditures	0	5,539,400	0	0	0
Capital Outlay	0	395,000	0	0	0
Trustee/Benefit	0	577,100	0	0	0
Lump Sum	29,065,000	0	30,626,300	31,491,500	31,491,500
Total:	29,065,000	28,439,500	30,626,300	31,491,500	31,491,500
Full-Time Positions (FTP)	247.00	247.00	247.00	247.00	247.00

Department Description

The Judicial Branch is made up of the following programs:

- 1) The Supreme Court of Idaho is the state's court of last resort. The Court hears appeals from final decisions of the District Court, as well as from orders of the PUC and the Industrial Commission.
- 2) The Law Library is the state repository for official publications received from other states and the federal government.
- 3) The District Courts have original jurisdiction over all civil and criminal cases, and appeals from the Magistrate Division, state agencies and boards.
- 4) The Magistrate Division has jurisdiction over cases involving domestic violence, domestic relations, juvenile cases, and civil cases under \$10,000, felony preliminary hearings, criminal misdemeanors, and infractions.
- 5) The Idaho Judicial Council is empowered by statute to nominate persons to the Governor for appointment to vacancies on the Supreme Court, Court of Appeals, and District Courts and make recommendations to the Supreme Court for the removal, discipline and retirement of judicial officers.
- 6) The Court of Appeals provides another court to share the appellate caseload with the Idaho Supreme Court. The court has jurisdiction to hear and decide all cases assigned to it by the Supreme Court; except cases invoking the Supreme Court's original jurisdiction, appeals from the Industrial Commission, PUC, and death penalty cases.
- 7) Guardian Ad Litem grants are awarded to Court Appointed Special Advocate (CASA) programs to recruit, train and coordinate volunteers to act as court appointed special advocates for abused, neglected or abandoned children under the Child Protective Act.
- 8) The Snake River Basin Adjudication is a court process established to inventory all surface and ground water rights in the Snake River drainage.

IDAHO'S INTEGRATED COURT STRUCTURE



Judicial Branch

Agency Profile

Analyst: Burns

Sources of Funds

	<u>FY 2004 Actual</u>	<u>Percent of Total</u>	<u>FY 2005 Estimate</u>	<u>FY 2006 Request</u>
1. General Fund (0001-00)	24,455,100	86%	25,246,700	26,031,700
<p>The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund." The fund sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources.</p>				
2. Guardian Ad Litem (0239-00)	26,600	0%	16,600	0
<p>This fund consists of moneys transferred from the state General Fund, contributions, and interest earnings. All moneys are distributed to guardian ad litem programs within the judicial districts in the state and to pay the administrative expenses of a grant administrator selected by the Supreme Court. A guardian ad litem program is designed to recruit, train and coordinate volunteer persons to serve as guardians ad litem for abused, neglected or abandoned children.</p>				
3. ISTARS Technology (0314-00)	1,481,900	5%	1,811,100	1,824,300
<p>Funding comes from a five dollar fee on all criminal and infraction offenses, and five dollars of the filing fee and appearance fee in civil cases. Subject to appropriation, these moneys in this fund are used to support and maintain the Trial Court Automated Records System (ISTARS) technology program. ISTARS is the statewide automation of court records, information, and operations to manage judicial caseloads and timely transmission of court information to law enforcement, transportation and fish and game.</p>				
4. Drug & Family Court Services (0340-00)	682,000	2%	1,533,200	1,800,000
<p>Funded from a 2% surcharge from the sale of liquor. These funds are subject to appropriation and are used by the Supreme Court for the operation of drug courts and to assist children and families in the courts.</p>				
5. Liquor Control (0418-00)	440,000	2%	0	0
<p>Included in the Liquor Fund are all revenues derived from the sale of alcoholic beverages, excise taxes, licenses, permits, fees, profits on sales, sales of equipment and supplies. These funds were appropriated on a one-time basis following General Fund reductions to support the Family Court and Drug Court operations in FY 2004 until the 2% surcharge on the sale of liquor could be collected and transferred to the Judicial Branch.</p>				
5. Millennium Income (0499-00)	270,000	1%	270,000	0
<p>Consists of distributions from the Idaho Millennium Fund to support youth courts and status offender services.</p>				
6. Miscellaneous Revenue (0349-00)	99,300	0%	312,500	316,500
<p>Receipts from sales of publications and computer aided legal research.</p>				
5. Federal Grants (0348-00)	984,600	3%	1,501,400	1,521,600
<p>Funding from federal agencies to support drug courts, drug court evaluations, among other things.</p>				
Total	28,439,500	100%	30,691,500	31,494,100

Judicial Branch Agency Profile

Analyst: Burns

Selected Measures

	<u>CY 2000</u>	<u>CY 2001</u>	<u>CY 2002</u>	<u>CY 2003</u>
1. Supreme Court				
Average no. of days to decide civil appeals.	741	646	702	610
Ave. no. of days to decide criminal appeals.	709	622	533	423
Average no. of days to decide agency appeals.	574	587	561	506
Average number of days for all appeals.	709	632	669	581
Appeals added/transferred.	377	397	401	426
Appeals disposed of.	391	360	450	422
Appeals pending at year-end in Supreme Court.	147	162	112	112
Appeals pending at year-end in Court of Appeals.	227	200	185	176
Appeals pending at year-end in unassigned appeals.	752	663	735	669
Total appeals pending at year-end.	1,126	1,025	1,032	957
2. District Courts				
Number of cases filed in District 1.	2,644	2,531	3,066	3,505
Number of cases filed in District 2.	1,101	1,213	1,048	1,094
Number of cases filed in District 3.	2,592	3,024	3,231	3,397
Number of cases filed in District 4.	4,715	5,082	5,267	5,230
Number of cases filed in District 5.	2,445	2,733	2,572	2,580
Number of cases filed in District 6.	1,891	1,794	1,542	1,863
Number of cases filed in District 7.	1,993	2,156	2,383	2,342
Total cases filed.	17,381	18,533	19,109	20,019
Number of cases disposed.	17,049	17,694	20,258	22,718
3. Magistrates Division				
Number of cases filed in District 1.	66,415	57,375	61,614	62,752
Number of cases filed in District 2.	36,487	34,882	30,541	30,049
Number of cases filed in District 3.	59,374	62,003	63,727	63,266
Number of cases filed in District 4.	131,781	139,879	135,013	139,355
Number of cases filed in District 5.	65,582	65,214	62,285	54,919
Number of cases filed in District 6.	55,517	51,835	43,965	42,298
Number of cases filed in District 7.	66,570	71,560	71,081	66,858
Total cases filed.	481,726	482,748	468,226	459,497
Number of cases disposed.	478,281	502,067	498,152	512,954
4. Court of Appeals				
Civil appeals filed.	71	43	44	41
Criminal appeals filed.	356	518	447	561
Total Number of Appeals.	427	561	491	602
Cases disposed.	389	588	507	609
Total cases pending at year-end.	227	200	185	176

Judicial Branch

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	247.00	25,182,500	30,626,300	247.00	25,182,500	30,626,300
HB 805 One-time 1% Salary Increase	0.00	64,200	65,200	0.00	64,200	65,200
FY 2005 Total Appropriation	247.00	25,246,700	30,691,500	247.00	25,246,700	30,691,500
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	247.00	25,246,700	30,691,500	247.00	25,246,700	30,691,500
Removal of One-Time Expenditures	0.00	(64,200)	(351,800)	0.00	(64,200)	(351,800)
FY 2006 Base	247.00	25,182,500	30,339,700	247.00	25,182,500	30,339,700
Benefit Costs	0.00	263,200	265,000	0.00	263,200	265,000
Inflationary Adjustments	0.00	25,600	81,300	0.00	25,600	81,300
Nonstandard Adjustments	0.00	(5,200)	241,700	0.00	(5,200)	241,700
Change in Employee Compensation	0.00	54,400	55,200	0.00	54,400	55,200
FY 2006 Program Maintenance	247.00	25,520,500	30,982,900	247.00	25,520,500	30,982,900
1. Senior Judges	0.00	279,500	279,500	0.00	279,500	279,500
2. Regional Court Interpreters	0.00	150,000	150,000	0.00	150,000	150,000
3. Guardian Ad Litem	0.00	79,100	79,100	0.00	79,100	79,100
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	247.00	26,029,100	31,491,500	247.00	26,029,100	31,491,500
Change from Original Appropriation	0.00	846,600	865,200	0.00	846,600	865,200
% Change from Original Appropriation		3.4%	2.8%		3.4%	2.8%

Judicial Branch

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	247.00	25,182,500	3,942,800	1,501,000	30,626,300

HB 805 One-time 1% Salary Increase

Agency Request	0.00	64,200	600	400	65,200
Governor's Recommendation	0.00	64,200	600	400	65,200

FY 2005 Total Appropriation					
Agency Request	247.00	25,246,700	3,943,400	1,501,400	30,691,500
Governor's Recommendation	247.00	25,246,700	3,943,400	1,501,400	30,691,500

Non-Cognizable Funds and Transfers

Lump sum appropriation adjustments that net to zero.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2005 Estimated Expenditures					
Agency Request	247.00	25,246,700	3,943,400	1,501,400	30,691,500
Governor's Recommendation	247.00	25,246,700	3,943,400	1,501,400	30,691,500

Removal of One-Time Expenditures

Remove funding provided for one-time items, including \$270,000 from the Millennium Income Fund and \$16,600 from the Guardian Ad Litem Fund.

Agency Request	0.00	(64,200)	(287,200)	(400)	(351,800)
Governor's Recommendation	0.00	(64,200)	(287,200)	(400)	(351,800)

FY 2006 Base					
Agency Request	247.00	25,182,500	3,656,200	1,501,000	30,339,700
Governor's Recommendation	247.00	25,182,500	3,656,200	1,501,000	30,339,700

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

The Judicial Branch is requesting \$252,500 in personnel costs to cover these benefits, plus another \$12,500 in trustee and benefit payments to cover costs associated with retiring judges.

Agency Request	0.00	263,200	1,000	800	265,000
Governor's Recommendation	0.00	263,200	1,000	800	265,000

Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	25,600	36,200	19,500	81,300
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The general inflationary request is transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	25,600	36,200	19,500	81,300
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Judicial Branch

Analyst: Burns

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are reduced by \$1,600 and State Controller fees by \$3,800. State Treasurer fees are increased by \$200. Additional spending authority is also requested from the Drug Court and Family Court Services Fund to facilitate growth in revenues and to allow further expansion of drug courts across the state.

Agency Request	0.00	(5,200)	246,900	0	241,700
Governor's Recommendation	0.00	(5,200)	246,900	0	241,700

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions, excluding members of the judiciary.

Agency Request	0.00	54,400	500	300	55,200
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The Judicial Branch requested a 1% CEC (placeholder) in compliance with the Budget Development Manual. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	54,400	500	300	55,200
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FY 2006 Program Maintenance

Agency Request	247.00	25,520,500	3,940,800	1,521,600	30,982,900
Governor's Recommendation	247.00	25,520,500	3,940,800	1,521,600	30,982,900

1. Senior Judges

Magistrates Division

Funding is requested for additional senior judge days to resolve disputes fairly and within the time standards adopted by the Supreme Court. A cadre of well-respected, experienced senior retired judges is available to be assigned to courts where the caseload needs are the greatest, or emergency circumstances exist. This level of funding will permit the Idaho courts to continue to resolve an increasing number of cases timely, and pursue further court innovations, without adding full-time judgeships.

Agency Request	0.00	279,500	0	0	279,500
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Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	279,500	0	0	279,500
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2. Regional Court Interpreters

Magistrates Division

The Court believes that a regional strategy to attract certified court interpreters will allow the just and speedy resolution of criminal court cases involving non-English speaking defendants. Funding is requested to distribute \$30,000 to five of seven Judicial Districts to contract for certified interpreters. This also would permit counties to cost share and contribute to the funding in order to ensure that certified and qualified court interpreters are available for all proceedings as required.

Agency Request	0.00	150,000	0	0	150,000
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Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	150,000	0	0	150,000
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3. Guardian Ad Litem

Guardian Ad Litem Account

Provides additional resources for special appointed court advocates.

Agency Request	0.00	79,100	0	0	79,100
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Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	79,100	0	0	79,100
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Judicial Branch

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Lump Sum or Other Adjustments

A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508, Idaho Code.

Agency Request	0.00	0	0	0	0
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Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	0	0	0	0
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FY 2006 Total					
Agency Request	247.00	26,029,100	3,940,800	1,521,600	31,491,500
Governor's Recommendation	247.00	26,029,100	3,940,800	1,521,600	31,491,500

Agency Request

Change from Original App	0.00	846,600	(2,000)	20,600	865,200
% Change from Original App	0.0%	3.4%	(0.1%)	1.4%	2.8%

Governor's Recommendation

Change from Original App	0.00	846,600	(2,000)	20,600	865,200
% Change from Original App	0.0%	3.4%	(0.1%)	1.4%	2.8%

Department of Juvenile Corrections

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration	2,657,800	2,587,800	2,677,200	2,817,900	2,802,600
Community Services	8,904,300	8,785,000	8,903,000	8,978,300	8,880,300
Institutions	28,630,900	28,504,900	28,988,900	30,227,200	29,693,400
Juvenile Justice Commission	4,217,900	2,938,200	4,216,300	3,748,700	3,747,200
Total:	44,410,900	42,815,900	44,785,400	45,772,100	45,123,500
BY FUND CATEGORY					
General	31,853,600	31,843,900	32,273,100	34,200,400	33,606,700
Dedicated	6,894,800	6,609,500	6,760,100	6,493,600	6,443,100
Federal	5,662,500	4,362,500	5,752,200	5,078,100	5,073,700
Total:	44,410,900	42,815,900	44,785,400	45,772,100	45,123,500
Percent Change:		(3.6%)	4.6%	2.2%	0.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	16,109,100	15,820,900	16,826,400	18,163,900	17,770,800
Operating Expenditures	4,208,900	3,700,800	4,076,400	4,011,900	3,989,800
Capital Outlay	4,000	447,500	18,100	28,000	28,000
Trustee/Benefit	24,088,900	22,846,700	23,864,500	23,568,300	23,334,900
Total:	44,410,900	42,815,900	44,785,400	45,772,100	45,123,500
Full-Time Positions (FTP)	343.75	343.75	344.25	344.25	344.25

Department Description

1) The Administration program provides support for the Department of Juvenile Corrections. Services include fiscal, human resources, facilities management, information technology support and purchasing.

2) The Community Services program encompasses the functions of the district liaisons, county block grant and tobacco tax programs, the department's quality assurance, contract monitoring, county detention center certification, statewide probation and detention training coordination, education coordination, and statewide research and evaluation. District liaisons provide coalition building expertise to members of their region, coordinate between county juvenile justice entities, and are a resource for developing programs.

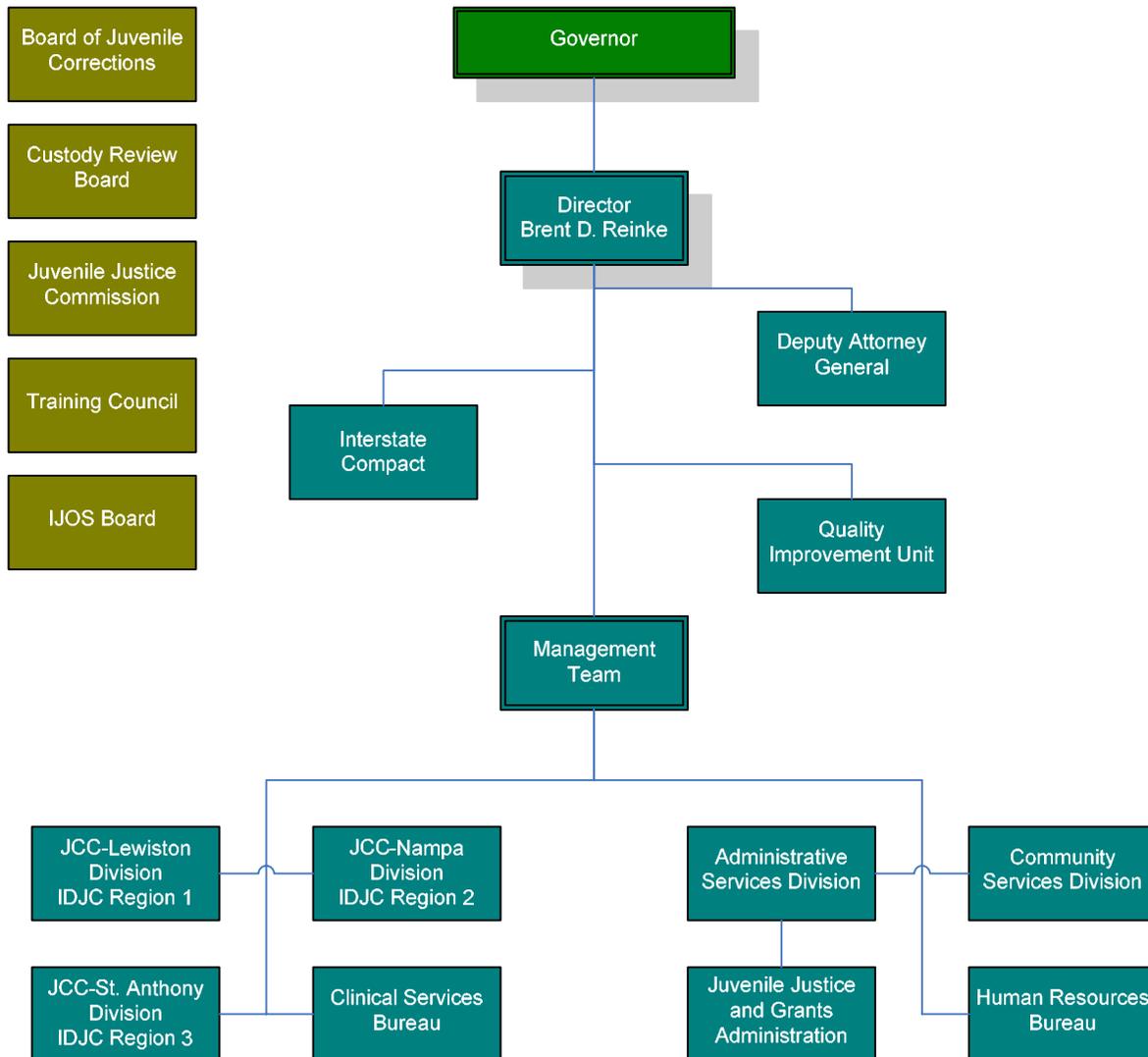
3) The Institutions program currently operates three facilities for juvenile offenders, and contracts with private operators for additional juvenile placements. Department programming is based on the balanced approach, and includes components of victim and community restoration, work projects, social skills development, and education. Youth are placed in either the Juvenile Corrections Center-St. Anthony, the Juvenile Corrections Center-Nampa, Juvenile Corrections Center-Lewiston, or one of the department's contract provider programs. All three state facilities are secure facilities.

4) The Juvenile Justice Commission was established by Executive Order 95-09 to administer funds received through the Federal Juvenile Justice and Delinquency Prevention (JJDP) Act of 1974 as amended.

Department of Juvenile Corrections Agency Profile

Analyst: Burns

Organizational Chart



Department of Juvenile Corrections

Agency Profile

Analyst: Burns

Sources of Funds

	<u>FY 2004 Actual</u>	<u>Percent of Total</u>	<u>FY 2005 Estimate</u>	<u>FY 2006 Request</u>
1. General Fund (0001-00)	31,843,900	74%	32,530,900	34,200,400
<p>The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund." The fund sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.</p>				
2. Juvenile Corrections Fund (0188-00)	43,300	0%	107,800	123,300
<p>Funds consist of juvenile court assessments for hearings and fines in accordance with the Juvenile Corrections Act. The court assessment monies fund the operations of the Juvenile Training Council including bi-monthly council meetings and four to five two-week training academies for detention and probation officers annually.</p>				
3. JC - Cigarette/Tobacco Tax (0188-01)	4,550,000	11%	4,550,000	4,600,000
<p>Cigarette and tobacco taxes collected, pursuant to Idaho Code, §63-2506 and §63-2552A, are transferred to the Department of Juvenile Corrections from the Tax Commission. Subject to appropriation, the funds are passed through to the 44 Idaho counties for juvenile probation operations.</p>				
4. JC Endowment Income Fund (0481-29)	1,046,200	2%	945,600	696,400
<p>Income for this fund is derived from lands granted to the State by Congress and managed by the Idaho Department of Lands. This income includes interest from the sale of land on contract, interest from the sale of timber, and land rentals, cottage site rentals, grazing rentals and mineral rentals. Moneys in this fund are used to support the maintenance operations of the three state institutions in Nampa, Lewiston, and St. Anthony.</p>				
5. Miscellaneous Revenue (0349-00)	970,000	2%	1,157,600	1,073,900
<p>The Department of Juvenile Corrections collects revenue from several miscellaneous sources. Parent reimbursement is obtained via court order and/or department assessments. Social Security benefits are received the department for the duration of custody for those eligible juveniles. The St. Anthony institution collects lease revenue for 600 acres of farmland. St. Anthony operates a canteen that generates revenue and all three state institutions offer meal sales to staff and visitors. The three facilities participate in Idaho Department of Education's meal/snack entitlement program based on tray costs and the number of meals or snacks served. A one-time foundation grant was received to support education programming.</p>				
5. Federal Grants (0348-00)	4,362,500	10%	5,756,400	5,078,100
<p>Includes moneys received from the federal government for various activities and programs.</p>				
Total	42,815,900	100%	45,048,300	45,772,100

Department of Juvenile Corrections

Agency Profile

Analyst: Burns

Selected Measures

	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>
1. IDJC Custody Population				
Census: Idaho 10-17 Yrs. Old	170,631	170,936	170,517	170,666
Average Age in Custody	15.8	15.4	15.4	15.5
Juvenile Arrests	17,009	16,785	16,449	16,662
Juvenile Petitions Filed	12,792	12,379	12,008	12,276
County Probation: A One-Day Count	5,636	6,200	6,014	5,994
Juvenile Services	751	727	720	728
Average Daily Count	453	429	421	430
3. Cost Per Day				
Program	\$73.23	\$76.84	\$81.55	----
Education Services	\$26.25	\$35.66	\$36.17	----
Administration	\$24.50	\$14.85	\$14.77	----
Maintenance	\$9.73	\$12.67	\$11.97	----
Food Services	\$6.67	\$12.16	\$11.33	----
Medical Services	\$13.63	\$9.97	\$8.86	----
Laundry/Clothing	\$2.54	\$3.37	\$3.17	----
Janitorial	\$1.38	\$1.34	\$1.30	----
Total Cost Per Day	\$157.93	\$166.86	\$169.12	----
4. Percentage of Population by Gender				
Male Offenders	86.7%	87.3%	87.0%	87.0%
Female Offenders	13.3%	12.6%	12.9%	12.9%
5. Percentage of Population by Race				
White Offenders	72.9%	75.8%	74.5%	74.6%
Hispanic Offenders	21.0%	19.3%	20.1%	20.0%
American Indian Offenders	4.2%	3.3%	3.7%	3.7%
Black Offenders	1.6%	1.3%	1.4%	1.4%
Asian & Other Offenders	0.3%	0.3%	0.3%	0.3%
6. Percentage of Population by Crime				
Property	33.4%	35.0%	34.3%	34.3%
Persons	21.1%	26.9%	24.3%	24.4%
Sexual Offenses	25.5%	25.3%	25.4%	25.4%
Other	19.9%	12.8%	16.0%	15.8%
7. Miscellaneous				
Mental Health Diagnosis	44.3%	44.4%	44.4%	44.4%
Serious Emotional Disturbance Diagnosis	27.1%	32.1%	29.9%	30.0%
Substance Abuse Problem	55.0%	50.8%	52.7%	52.6%
Average Length of Placement in a Facility*	6.2	6.8	6.5	6.5
Average Number of Placements in Custody	2.5	2.6	2.6	2.6
Average Length of Custody in IDJC*	16.4	18.2	17.4	17.4
Recommitment Rate	9.4%	9.3%	9.3%	9.3%

* In Months

Department of Juvenile Corrections

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	344.25	32,273,100	44,785,400	344.25	32,273,100	44,785,400
HB 805 One-time 1% Salary Increase	0.00	132,800	137,900	0.00	132,800	137,900
1. Jeff D. Lawsuit Costs	0.00	125,000	125,000	0.00	125,000	125,000
Governor's Rescission	0.00	0	0	0.00	(22,700)	(31,100)
FY 2005 Total Appropriation	344.25	32,530,900	45,048,300	344.25	32,508,200	45,017,200
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	344.25	32,530,900	45,048,300	344.25	32,508,200	45,017,200
Removal of One-Time Expenditures	0.00	(257,800)	(281,000)	0.00	(248,800)	(270,600)
Base Adjustments	0.00	0	(640,000)	0.00	13,700	(619,300)
FY 2006 Base	344.25	32,273,100	44,127,300	344.25	32,273,100	44,127,300
Benefit Costs	0.00	320,600	332,800	0.00	248,200	257,600
Inflationary Adjustments	0.00	212,100	264,200	0.00	8,700	8,700
Replacement Items	0.00	0	28,000	0.00	0	28,000
Nonstandard Adjustments	0.00	3,300	(4,900)	0.00	3,300	(4,900)
Change in Employee Compensation	0.00	140,400	146,300	0.00	140,400	146,300
27th Payroll	0.00	536,100	560,500	0.00	536,100	560,500
Fund Shifts	0.00	396,900	0	0.00	396,900	0
FY 2006 Program Maintenance	344.25	33,882,500	45,454,200	344.25	33,606,700	45,123,500
1. Teacher Compensation Comparability	0.00	317,900	317,900	0.00	0	0
FY 2006 Total	344.25	34,200,400	45,772,100	344.25	33,606,700	45,123,500
Change from Original Appropriation	0.00	1,927,300	986,700	0.00	1,333,600	338,100
% Change from Original Appropriation		6.0%	2.2%		4.1%	0.8%

Department of Juvenile Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	344.25	32,273,100	6,760,100	5,752,200	44,785,400
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	132,800	900	4,200	137,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>132,800</i>	<i>900</i>	<i>4,200</i>	<i>137,900</i>

1. Jeff D. Lawsuit Costs

The case of Jeff D., et. al. v. Andrus, et. al., was a class action lawsuit filed by Idaho Legal Aid in 1980 on behalf of children and adolescents who suffer from emotional or mental illness and are committed to the care and custody of the Department of Health and Welfare. The primary issues involved in the suit related to the lack of separation between adolescent and adult patients in state hospitals, and a perceived lack of appropriate community-based programs for children and adolescents.

The Department of Juvenile Corrections was joined in the lawsuit in February 2001, because according to Section 20-501, Idaho Code, the Department is obligated to "strengthen opportunities for the juvenile's development of competency and life skills by expanding the juvenile's access to applicable programs and community resources." Approximately one-third of the juveniles committed to the Department are diagnosed as seriously emotionally disturbed (SED) and require mental health services.

One-time funding is requested, along with carry over authority, to cover the Department's share of attorney fees and other costs related to this lawsuit. To date, Juvenile Corrections has paid \$33,700 in plaintiffs' attorney fees and costs, with another \$18,500 owed the Department of Health and Welfare to cover legal fees for the Ninth Circuit appeal that was initiated in August 2000. It is likely that the federal judge will assign an expert to help the plaintiffs, which would require the defendants to pay regularly for as long as the expert is assigned; schedule a compliance hearing sometime in December, or early January; and assign a special master, who may be appointed during the compliance hearing. The purpose of a special master is to oversee the completion of noncompliance items.

Agency Request	0.00	125,000	0	0	125,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>125,000</i>	<i>0</i>	<i>0</i>	<i>125,000</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(22,700)</i>	<i>(7,400)</i>	<i>(1,000)</i>	<i>(31,100)</i>
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FY 2005 Total Appropriation					
Agency Request	344.25	32,530,900	6,761,000	5,756,400	45,048,300
<i>Governor's Recommendation</i>	<i>344.25</i>	<i>32,508,200</i>	<i>6,753,600</i>	<i>5,755,400</i>	<i>45,017,200</i>

Non-Cognizable Funds and Transfers

Transfers \$29,600 in federal funds from trustee and benefit payments to operating expenditures for education grants and to better align trustee and benefit payments with available Social Services Block Grant moneys for residential provider services.

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2005 Estimated Expenditures					
Agency Request	344.25	32,530,900	6,761,000	5,756,400	45,048,300
<i>Governor's Recommendation</i>	<i>344.25</i>	<i>32,508,200</i>	<i>6,753,600</i>	<i>5,755,400</i>	<i>45,017,200</i>

Department of Juvenile Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(257,800)	(15,900)	(7,300)	(281,000)
<i>Governor's Recommendation</i>	0.00	(248,800)	(15,500)	(6,300)	(270,600)

Base Adjustments

Includes a transfer of \$20,000 in a federal education grant from Community Services to the Institutions; transfers \$10,000 in federal funds from the Institutions to the Juvenile Justice Commission; and transfers \$20,000 in federal funds in the institutional programs from personnel costs to operating expenditures. It also includes a reduction of \$500,000 for the Juvenile Accountability Incentive Block grant, along with \$40,000 in associated interest earnings, and the liquidation of a \$100,000 grant from the Albertson Foundation for computers and software.

Agency Request	0.00	0	(100,000)	(540,000)	(640,000)
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	0.00	13,700	(93,000)	(540,000)	(619,300)

FY 2006 Base					
Agency Request	344.25	32,273,100	6,645,100	5,209,100	44,127,300
<i>Governor's Recommendation</i>	344.25	32,273,100	6,645,100	5,209,100	44,127,300

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	320,600	2,200	10,000	332,800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	0.00	248,200	1,700	7,700	257,600

Inflationary Adjustments

Includes a general inflationary increase of 1.3% and a medical inflationary increase of 3.0%.

Agency Request	0.00	212,100	50,000	2,100	264,200
<i>A 3.0% increase for medical inflation is recommended.</i>					
<i>Governor's Recommendation</i>	0.00	8,700	0	0	8,700

Replacement Items

Replaces two mid-size cars at \$14,000 each.

Agency Request	0.00	0	28,000	0	28,000
<i>Governor's Recommendation</i>	0.00	0	28,000	0	28,000

Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are increased by \$1,500 and Attorney General fees by \$2,900. State Treasurer fees are reduced by \$200 and State Controller fees by \$9,100.

Agency Request	0.00	3,300	(8,000)	(200)	(4,900)
<i>Governor's Recommendation</i>	0.00	3,300	(8,000)	(200)	(4,900)

Department of Juvenile Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	140,400	900	5,000	146,300
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	140,400	900	5,000	146,300

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	536,100	3,400	21,000	560,500
Governor's Recommendation	0.00	536,100	3,400	21,000	560,500

Fund Shifts

COMMUNITY SERVICES: Shifts \$13,200 from federal funds to the Juvenile Corrections Fund to offset declining interest earnings associated with the Juvenile Accountability Incentive Block Grant. The Juvenile Training Council has used these earnings to conduct detention and probation officer academies. Funding has been diminished since interest rates have been reduced and grant revenue has declined from \$1.2 million down to \$426,000.

INSTITUTIONS: Shifts \$241,200 from dedicated funds to the General Fund due to declining endowment earnings, and shifts \$155,700 and 2.75 FTP from federal funds to the General Fund to replace congressional elimination of a Residential Substance Abuse Treatment (RSAT) Grant. These positions include retaining one Alcohol Drug Counselor at the Lewiston and Nampa facilities and a three-quarter time Juvenile Services Coordinator, also, at the Nampa facility. Replacement of this grant is being requested because over 50% of the juveniles in Juvenile Corrections' custody are assessed as having a drug or alcohol problem, or both.

Agency Request	0.00	396,900	(228,000)	(168,900)	0
Governor's Recommendation	0.00	396,900	(228,000)	(168,900)	0

FY 2006 Program Maintenance

Agency Request	344.25	33,882,500	6,493,600	5,078,100	45,454,200
Governor's Recommendation	344.25	33,606,700	6,443,100	5,073,700	45,123,500

1. Teacher Compensation Comparability

The 41 educators within the Department are paid, on average, \$3.00 less per hour than their counterparts in school districts throughout the state. Funding is requested to bring those salaries up to the state average.

Agency Request	0.00	317,900	0	0	317,900
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2006 Total

Agency Request	344.25	34,200,400	6,493,600	5,078,100	45,772,100
Governor's Recommendation	344.25	33,606,700	6,443,100	5,073,700	45,123,500

Agency Request

Change from Original App	0.00	1,927,300	(266,500)	(674,100)	986,700
% Change from Original App	0.0%	6.0%	(3.9%)	(11.7%)	2.2%

Governor's Recommendation

Change from Original App	0.00	1,333,600	(317,000)	(678,500)	338,100
% Change from Original App	0.0%	4.1%	(4.7%)	(11.8%)	0.8%

Idaho Legislative Budget Book

Idaho State Police

2005 Legislative Session

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Idaho State Police

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Brand Inspection	2,371,500	2,155,000	2,417,200	2,544,400	2,532,200
Police, Division of Idaho State	44,533,700	43,199,800	45,247,000	48,181,800	46,831,100
POST Academy	2,585,300	2,501,500	3,071,700	4,673,300	4,516,700
Racing Commission	788,600	576,300	773,200	791,900	785,800
Total:	50,279,100	48,432,600	51,509,100	56,191,400	54,665,800
BY FUND CATEGORY					
General	16,978,400	16,858,400	16,419,000	19,862,600	17,868,600
Dedicated	25,298,000	24,248,600	27,410,200	28,141,700	28,688,200
Federal	8,002,700	7,325,600	7,679,900	8,187,100	8,109,000
Total:	50,279,100	48,432,600	51,509,100	56,191,400	54,665,800
Percent Change:		(3.7%)	6.4%	9.1%	6.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	31,802,900	30,164,200	33,581,300	35,898,200	35,811,900
Operating Expenditures	12,284,400	10,735,300	12,656,200	13,232,900	13,073,300
Capital Outlay	2,268,500	3,219,000	1,348,300	2,961,200	1,731,300
Trustee/Benefit	3,829,300	4,220,100	3,829,300	4,099,100	4,049,300
Lump Sum	94,000	94,000	94,000	0	0
Total:	50,279,100	48,432,600	51,509,100	56,191,400	54,665,800
Full-Time Positions (FTP)	529.07	529.07	533.07	543.07	543.07

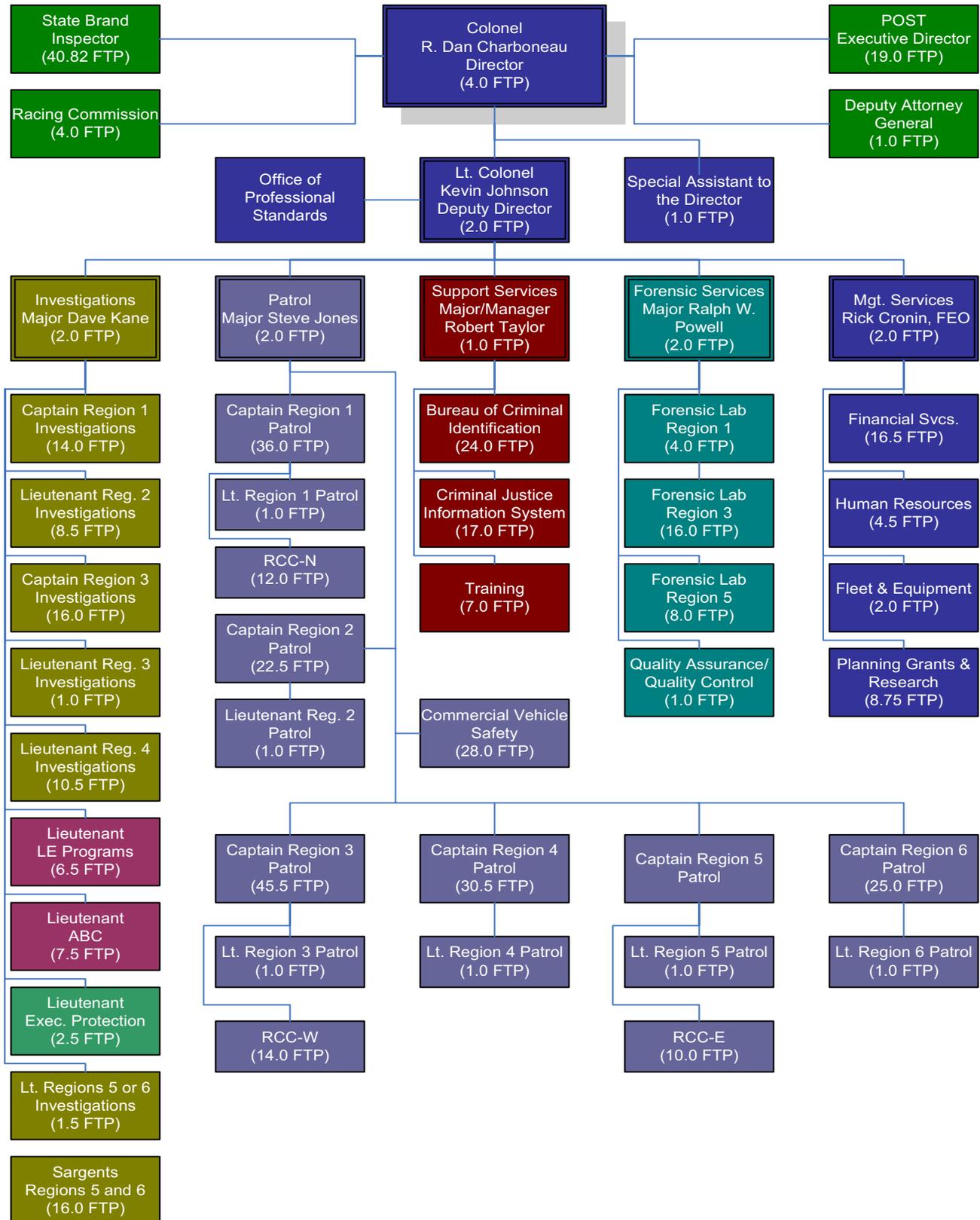
Department Description

The Idaho State Police is comprised of four separate divisions all reporting to the director. These divisions are Brand Inspection, the Division of the Idaho State Police, POST Academy, and the Racing Commission.

Idaho State Police Agency Profile

Analyst: Burns

Organizational Chart



Idaho State Police

Agency Profile

Analyst: Burns

Sources of Funds

	<u>FY 2004 Actual</u>	<u>Percent of Total</u>	<u>FY 2005 Estimate</u>	<u>FY 2006 Request</u>
1. General Fund (0001-00)	16,858,400	35%	16,530,200	19,862,600
<p>The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund." The fund sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.</p>				
2. Indirect Cost Recovery (0125-00)	56,200	0%	74,500	0
<p>The source of the money is indirect cost funds collected from various federal grants and contracts based on a federally approved indirect cost rate.</p>				
3. Idaho State Racing Commission (0229-06)	540,700	1%	676,500	690,600
<p>Each licensee conducting the pari-mutuel system for live or simulcast horse races shall distribute 1.25% of gross daily receipts to the racing commission fund, and .75% of any exotic wagers. In addition, each individual participating at any race meet must secure a license from the commission.</p>				
4. State Brand Board (0229-15)	2,155,000	4%	2,433,700	2,544,400
<p>Moneys in this fund are derived from a variety of fees charged for annual brand inspections; livestock ownership and transportation certificates, brand renewals; sale, assignment, or transfer of livestock; brand inspection services at livestock auctions; and other reimbursements for services rendered.</p>				
5. Idaho Law Enforcement (0264-00)	15,287,600	32%	16,938,000	16,891,700
<p>Five percent of moneys from the Highway Distribution Fund are transferred and deposited into the Idaho Law Enforcement Fund to pay expenses incurred in maintaining and operating the Idaho State Police Division.</p>				
6. Peace Officers (0272-00)	2,087,200	4%	2,497,700	3,806,600
<p>Moneys in this fund include a court fee of six dollars for peace officers standards and training purposes to be paid by each person found guilty of any felony or misdemeanor, or found to have committed an infraction or any minor traffic, conservation or ordinance violation; a portion of all civil fees and court fees on traffic infractions collected by the courts on behalf of the state; and dormitory fees, tuition from self-sponsored students, and nonrefundable processing fees.</p>				
7. Drug Donation (0273-00)	543,900	1%	761,300	510,800
<p>Funds from property which is confiscated and sold are used for all expenditures made or incurred in connection with the sale and for expenditures incurred in connection with forfeiture proceedings.</p>				
8. HM/Waste Enforcement (0274-00)	227,700	0%	243,100	226,500
<p>Moneys in this fund are derived from permits issued on the transportation of hazardous waste, and annual vehicle registration fees required for the endorsement of transporting hazardous materials.</p>				

Idaho State Police

Agency Profile

Analyst: Burns

Sources of Funds

	<u>FY 2004 Actual</u>	<u>Percent of Total</u>	<u>FY 2005 Estimate</u>	<u>FY 2006 Request</u>
9. LE Telecommunications (0275-00)	690,700	1%	830,900	859,700
The monthly rental or use fee charged each department or agency participating in the law enforcement telecommunications network.				
10. Parimutuel Distributions (0485-00)	35,600	0%	100,000	101,300
One-half of one percent from the pari-mutuel system for live horse races, and one-half of one percent of the gross daily receipts from horse races are deposited into this fund.				
11. Millennium Income (0499-00)	94,000	0%	94,000	0
Consists of distributions from the Idaho Millennium Fund to supports the inspection process under the Prevention of Minors' Access to Tobacco Act.				
12. Miscellaneous Revenue (0349-00)	2,530,000	5%	2,918,900	2,510,100
Forensic Lab: In addition to the fees collected from local units of government the Bureau of Forensics receives up to \$250,000 through the Department of Education from a 5% tax on the wholesale price of tobacco products to increase toxicology lab capacity, primarily for drug testing of juveniles.				
Criminal Justice Council: Criminal Justice Conference registration receipts used to put on an annual state conference paid by attendees and spent on conference activities.				
POST: Peace Officers Standards and Training receipts from trainees for items purchased at classes. Funds are used to replace the items sold. Also includes refunds from officers that quit law enforcement prior to the end of their agreement.				
Ada County: Receipts for AFIS services, per contract (automatic fingerprint searches). County funds applied towards Idaho Law Enforcement Telecommunications System.				
Fingerprint fees: Receipts collected from state and local units of government and private entities for processing fingerprint cards through both state and FBI systems. The fee is \$33 per print card. It is made up of \$23 charged by and paid to the FBI, and \$10 paid to the state for processing the card. The funds are used to process the card and maintain the data base of criminal histories.				
ABC: Receipts collected from supplying printouts and copies to the public.				
13. Federal Grants (0348-00)	7,325,600	15%	7,697,500	8,187,100
Includes moneys received from the federal government for varous activities and programs.				
Total	48,432,600	100%	51,796,300	56,191,400

Idaho State Police

Agency Profile

Analyst: Burns

Selected Measures

	<u>FY 2002</u>	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>
1. Provide Idaho with the Safest, Most Crime-Free Roadways Possible				
A. Reduce the fatality & injury crash rate per million vehicle miles traveled outside of city limits by an average of 1% per calendar year. <i>Fatality and injury crash rate per million miles traveled.</i>	0.29	0.28	0.30	0.26
B. Reduce the fatality & injury crash rate per million vehicle miles traveled outside of city limits for commercial vehicles of 1% per calendar year. <i>Fatality and injury crash rate per million miles traveled.</i>	0.13	0.12	0.13	0.10
C. 90% of all emergency calls during a state fiscal year are responded to safely and the officer arrives within 15 minutes.	54%	54%	54%	90%
D. 80% of all motorist assist calls during a state fiscal year are responded to safely and the officer arrives within 20 minutes.	86%	87%	65%	80%
E. 95% of all requests for assistance from other agencies during a state fiscal year are responded to safely and the officer arrives within 15 minutes.	56%	54%	67%	95%
2. Protect Lives, Property, & Constitutional Rights in Idaho.				
A. Reduce Idaho's drug crime rate by 1% each calendar year. <i>Number of drug violators per 1,000 population.</i>	8.43	8.68	9.06	8.95
B. Maintain caseloads of "drug-related" and "other" investigations at a ratio of 40% drug to 60% other.	42%:58%	36%:64%	25%:75%	33%:67%
C. Citizen complaints relating to commissioned officer conduct that arise to the level of Office of Professional Standards investigations do not exceed 4% of the commissioned workforce.	0.4%	0.5%	1.4%	4.0%

Brand Inspection

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	2,371,500	2,155,000	2,417,200	2,544,400	2,532,200
Percent Change:		(9.1%)	12.2%	5.3%	4.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,010,900	1,877,100	2,066,000	2,190,400	2,181,600
Operating Expenditures	275,100	275,100	265,700	268,100	264,700
Capital Outlay	85,500	2,800	85,500	85,900	85,900
Total:	2,371,500	2,155,000	2,417,200	2,544,400	2,532,200
Full-Time Positions (FTP)	40.82	40.82	40.82	40.82	40.82

Division Description

The Brand Inspection Program provides protection to the livestock industry from losses by theft and illegal slaughter.

Brand Inspection

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	40.82	0	2,417,200	40.82	0	2,417,200
HB 805 One-time 1% Salary Increase	0.00	0	16,500	0.00	0	16,500
Governor's Rescission	0.00	0	0	0.00	0	(21,400)
FY 2005 Total Appropriation	40.82	0	2,433,700	40.82	0	2,412,300
Removal of One-Time Expenditures	0.00	0	(102,800)	0.00	0	(101,300)
Base Adjustments	0.00	0	0	0.00	0	19,900
FY 2006 Base	40.82	0	2,330,900	40.82	0	2,330,900
Benefit Costs	0.00	0	39,000	0.00	0	30,200
Inflationary Adjustments	0.00	0	3,400	0.00	0	0
Replacement Items	0.00	0	86,500	0.00	0	86,500
Nonstandard Adjustments	0.00	0	(800)	0.00	0	(800)
Change in Employee Compensation	0.00	0	16,100	0.00	0	16,100
27th Payroll	0.00	0	69,300	0.00	0	69,300
FY 2006 Total	40.82	0	2,544,400	40.82	0	2,532,200
Change from Original Appropriation	0.00	0	127,200	0.00	0	115,000
% Change from Original Appropriation			5.3%			4.8%

Brand Inspection

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	40.82	0	2,417,200	0	2,417,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	16,500	0	16,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>16,500</i>	<i>0</i>	<i>16,500</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(21,400)</i>	<i>0</i>	<i>(21,400)</i>
FY 2005 Total Appropriation					
Agency Request	40.82	0	2,433,700	0	2,433,700
<i>Governor's Recommendation</i>	<i>40.82</i>	<i>0</i>	<i>2,412,300</i>	<i>0</i>	<i>2,412,300</i>
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(102,800)	0	(102,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(101,300)</i>	<i>0</i>	<i>(101,300)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>19,900</i>	<i>0</i>	<i>19,900</i>
FY 2006 Base					
Agency Request	40.82	0	2,330,900	0	2,330,900
<i>Governor's Recommendation</i>	<i>40.82</i>	<i>0</i>	<i>2,330,900</i>	<i>0</i>	<i>2,330,900</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	39,000	0	39,000
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>30,200</i>	<i>0</i>	<i>30,200</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	0	3,400	0	3,400
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Brand Inspection

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes \$82,500 to replace 5 pickup trucks at \$16,500 each, \$3,400 for computer equipment, and \$600 for computer software.					
Agency Request	0.00	0	86,500	0	86,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>86,500</i>	<i>0</i>	<i>86,500</i>
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are reduced by \$100, State Treasurer fees by \$300, and State Controller fees by \$400.					
Agency Request	0.00	0	(800)	0	(800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(800)</i>	<i>0</i>	<i>(800)</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	16,100	0	16,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>16,100</i>	<i>0</i>	<i>16,100</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	69,300	0	69,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>69,300</i>	<i>0</i>	<i>69,300</i>
FY 2006 Total					
Agency Request	40.82	0	2,544,400	0	2,544,400
<i>Governor's Recommendation</i>	<i>40.82</i>	<i>0</i>	<i>2,532,200</i>	<i>0</i>	<i>2,532,200</i>
Agency Request					
Change from Original App	0.00	0	127,200	0	127,200
% Change from Original App	0.0%		5.3%		5.3%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>115,000</i>	<i>0</i>	<i>115,000</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>4.8%</i>		<i>4.8%</i>

Division of Idaho State Police

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Director's Office	6,552,000	6,677,200	6,762,500	7,198,600	7,180,100
Executive Protection	293,300	276,700	300,800	295,700	293,900
Investigations	6,421,900	6,126,600	6,639,800	7,000,300	6,960,200
Patrol	20,690,700	19,730,500	20,391,700	22,644,500	22,327,200
Law Enforcement Programs	1,361,400	1,509,000	1,393,000	1,274,200	1,257,600
Support Services	6,549,700	6,256,600	6,841,600	6,386,300	5,884,600
Forensic Services	2,664,700	2,623,200	2,917,600	3,382,200	2,927,500
Total:	44,533,700	43,199,800	45,247,000	48,181,800	46,831,100
BY FUND CATEGORY					
General	16,978,400	16,858,400	16,419,000	19,862,600	17,868,600
Dedicated	19,767,900	19,412,600	21,394,100	20,791,800	21,509,500
Federal	7,787,400	6,928,800	7,433,900	7,527,400	7,453,000
Total:	44,533,700	43,199,800	45,247,000	48,181,800	46,831,100
Percent Change:		(3.0%)	4.7%	6.5%	3.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	28,531,800	27,089,600	29,961,300	31,486,100	31,413,500
Operating Expenditures	10,284,500	8,883,900	10,472,500	10,288,800	10,157,000
Capital Outlay	2,021,300	3,097,700	1,117,100	2,558,000	1,458,500
Trustee/Benefit	3,602,100	4,034,600	3,602,100	3,848,900	3,802,100
Lump Sum	94,000	94,000	94,000	0	0
Total:	44,533,700	43,199,800	45,247,000	48,181,800	46,831,100
Full-Time Positions (FTP)	469.25	469.25	469.25	469.25	469.25

Division Description

Director's Office: provides administrative, policy and information systems to the entire department. Included within this program are the director's office, legal services, public affairs office, personnel bureau, financial services, procurement, and fleet management.

Executive Protection: Created in FY 2003 by the Legislature to separately track costs associated with protecting the Governor of Idaho.

Investigations: provides drug enforcement, internal police and governmental investigation.

Patrol: responsible for the protection of life and property on Idaho's highways and provides accident investigations and assistance to the motoring public and all law enforcement agencies in Idaho.

Law Enforcement Programs: includes the Alcohol Beverage Control function which administers the alcohol beverage laws of the state relating to licensing and compliance.

Support Services: includes the criminal identification section which provides wanted persons/stolen property information to law enforcement in the field, the training section, and data-processing, and officer equipment.

Forensic Services: assists law enforcement agencies through laboratory examinations, analysis and training.

Division of Idaho State Police

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	469.25	16,419,000	45,247,000	469.25	16,419,000	45,247,000
HB 805 One-time 1% Salary Increase	0.00	111,200	259,300	0.00	111,200	259,300
Governor's Rescission	0.00	0	0	0.00	(118,300)	(259,500)
FY 2005 Total Appropriation	469.25	16,530,200	45,506,300	469.25	16,411,900	45,246,800
Non-Cognizable Funds and Transfers	0.00	0	(80,000)	0.00	0	(80,000)
FY 2005 Estimated Expenditures	469.25	16,530,200	45,426,300	469.25	16,411,900	45,166,800
Removal of One-Time Expenditures	0.00	(111,200)	(1,756,800)	0.00	(102,500)	(1,708,200)
Base Adjustments	0.00	0	(135,200)	0.00	109,600	110,900
FY 2006 Base	469.25	16,419,000	43,534,300	469.25	16,419,000	43,569,500
Benefit Costs	0.00	216,600	477,400	0.00	167,600	369,600
Inflationary Adjustments	0.00	44,800	173,400	0.00	0	0
Replacement Items	0.00	2,624,200	2,630,200	0.00	654,700	1,456,200
Nonstandard Adjustments	0.00	4,700	20,900	0.00	4,700	20,900
Annualizations	0.00	0	10,000	0.00	0	10,000
Change in Employee Compensation	0.00	114,900	267,600	0.00	114,900	267,600
27th Payroll	0.00	438,400	1,024,700	0.00	438,400	1,024,700
Fund Shifts	0.00	0	0	0.00	0	0
FY 2006 Program Maintenance	469.25	19,862,600	48,138,500	469.25	17,799,300	46,718,500
1. BCI Office Specialist II	0.00	0	43,300	0.00	0	43,300
2. Deputy Attorney General	0.00	0	0	0.00	69,300	69,300
FY 2006 Total	469.25	19,862,600	48,181,800	469.25	17,868,600	46,831,100
Change from Original Appropriation	0.00	3,443,600	2,934,800	0.00	1,449,600	1,584,100
% Change from Original Appropriation		21.0%	6.5%		8.8%	3.5%

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	469.25	16,419,000	21,394,100	7,433,900	45,247,000
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	111,200	131,000	17,100	259,300
Governor's Recommendation	0.00	111,200	131,000	17,100	259,300
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(118,300)	(133,300)	(7,900)	(259,500)
FY 2005 Total Appropriation					
Agency Request	469.25	16,530,200	21,525,100	7,451,000	45,506,300
Governor's Recommendation	469.25	16,411,900	21,391,800	7,443,100	45,246,800
Non-Cognizable Funds and Transfers					
Transfers \$80,000 in federal spending authority to the POST Academy.					
Agency Request	0.00	0	0	(80,000)	(80,000)
Governor's Recommendation	0.00	0	0	(80,000)	(80,000)
FY 2005 Estimated Expenditures					
Agency Request	469.25	16,530,200	21,525,100	7,371,000	45,426,300
Governor's Recommendation	469.25	16,411,900	21,391,800	7,363,100	45,166,800
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(111,200)	(1,628,500)	(17,100)	(1,756,800)
Governor's Recommendation	0.00	(102,500)	(1,596,500)	(9,200)	(1,708,200)
Base Adjustments					
Includes a reduction of \$100,000 in available federal spending authority in Investigations, and a reduction of \$35,200 in available hazardous materials spending authority in Patrol.					
Agency Request	0.00	0	(35,200)	(100,000)	(135,200)
<i>The Governor does not recommend deleting spending authority associated with one position in the miscellaneous fund. Funding for this position was appropriated in FY 2002 for a hazardous materials specialist under the Department of Environmental Quality, but the funding discontinued in FY 2004. Spending authority will be utilized for staff support for the newly created Criminal Justice Coordinating Council. The Governor, however, does recommend restoring the risk management rescission to the base.</i>					
Governor's Recommendation	0.00	109,600	101,300	(100,000)	110,900
FY 2006 Base					
Agency Request	469.25	16,419,000	19,861,400	7,253,900	43,534,300
Governor's Recommendation	469.25	16,419,000	19,896,600	7,253,900	43,569,500

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	216,600	239,700	21,100	477,400
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	167,600	185,700	16,300	369,600
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	44,800	59,300	69,300	173,400
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

DIRECTOR'S OFFICE: Includes \$20,400 for 12 computers, \$2,000 for one printer, and \$3,600 for computer software for a total of \$26,000 (General Funds).

INVESTIGATIONS: Includes \$229,600 for replacement of 8 vehicles, \$2,400 for one laptop computer, and \$2,000 for one printer for a total of \$234,000 (General Fund).

PATROL: Includes \$659,300 to replace 19 patrol vehicles, \$181,600 to replace four SUV's, \$27,000 to replace one unmarked vehicle, \$129,000 to replace six patrol motorcycles, \$52,900 to equip replacement vehicles, \$82,000 to replace 10 mountain top radio repeaters, \$247,800 to replace 118 radars, and \$88,900 to replace miscellaneous computer equipment and software for a total of \$1,468,500 (General Fund).

LAW ENFORCEMENT PROGRAMS: Includes \$5,100 for three computers, \$2,000 for one printer, and \$900 for computer software for a total of \$8,000 (General Fund).

SUPPORT SERVICES: Includes \$429,000 for 12 computer servers, \$22,100 for 13 computers, \$2,000 for one printer, and \$3,900 for computer software for a total of \$457,000 (\$451,000 General Fund).

FORENSIC SERVICES: Includes \$364,700 for three Gas Chromatography/Mass Spectrophotometers and \$72,000 in miscellaneous computer equipment and software for a total of \$436,700 (General Fund).

Agency Request	0.00	2,624,200	6,000	0	2,630,200
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Provides \$229,600 (General Fund) for eight vehicles in Investigations; provides Patrol with \$659,300 (Law Enforcement Fund) for nineteen equipped patrol vehicles, \$136,200 (Law Enforcement Fund) for three 4x4 vehicles, \$27,000 (General Fund) for one unmarked vehicle, \$45,400 (General Fund) for one 4x4 vehicle, \$64,500 (General Fund) for three patrol motorcycles, \$82,000 (General Fund) for ten mountain top repeaters, \$153,300 (General Fund) for seventy-three radars, and \$52,900 (General Fund) for twenty-three pieces of patrol vehicle equipment; and provides support services with \$6,000 (Dedicated Funds) to purchase three computers and related software.

Governor's Recommendation	0.00	654,700	801,500	0	1,456,200
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Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Attorney General fees are reduced by \$8,300 and State Treasurer fees by \$1,400. Risk Management fees are increased by \$13,500 and State Controller fees by \$17,100.

Agency Request	0.00	4,700	13,100	3,100	20,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,700</i>	<i>13,100</i>	<i>3,100</i>	<i>20,900</i>

Annualizations

Reflects an increase in spending authority from the Idaho Law Enforcement Telecommunications Fund in order to cover the fiscal year 2005 pay plan.

Agency Request	0.00	0	10,000	0	10,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>10,000</i>	<i>0</i>	<i>10,000</i>

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	114,900	136,700	16,000	267,600
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>114,900</i>	<i>136,700</i>	<i>16,000</i>	<i>267,600</i>
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	438,400	525,700	60,600	1,024,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>438,400</i>	<i>525,700</i>	<i>60,600</i>	<i>1,024,700</i>

Fund Shifts

In the Director's Office, shifts \$78,400 from the Indirect Cost Recovery Fund to available federal funds; and in the Idaho State Police, shifts \$25,000 in federal funds to the Hazardous Materials/Waste Transportation Fund due to decreasing revenue sources.

Agency Request	0.00	0	(103,400)	103,400	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(103,100)</i>	<i>103,100</i>	<i>0</i>

FY 2006 Program Maintenance

Agency Request	469.25	19,862,600	20,748,500	7,527,400	48,138,500
<i>Governor's Recommendation</i>	<i>469.25</i>	<i>17,799,300</i>	<i>21,466,200</i>	<i>7,453,000</i>	<i>46,718,500</i>

1. BCI Office Specialist II

The applicant fingerprint unit performs all duties associated with non-criminal fingerprint based background checks. By Idaho law, the pool of applicants includes a number of positions of trust such as teachers, doctors, police officers, daycare providers, hospital and nursing staff, insurance agents, and real estate agents, for example. The number of backgrounds processed has grown 3% - 10% per year for the last several years. The number of persons assisted at the Bureau of Criminal Identification (BCI) office counter has grown at nearly the same rate. In calendar year 2003, BCI assisted 8,110 people at the service counter, fingerprinting 3,700, and processed nearly 70,000 background checks, 44,500 of which were fingerprint based. Spending authority of miscellaneous revenue is requested to add one office specialist to manage the increased caseload, utilizing a vacant FTP previously funded with federal funds.

Agency Request	0.00	0	43,300	0	43,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>43,300</i>	<i>0</i>	<i>43,300</i>

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Deputy Attorney General					
Agency Request	0.00	0	0	0	0
<i>Provides funding for an additional deputy attorney general for the Idaho State Police. Court action has made forfeitures of real and personal property associated with illegal drug use and trafficking constitutional again. Further, the workload involving the Alcohol Beverage Control is very time-consuming and intense and requires additional resources to handle a growing caseload of administrative violation proceedings.</i>					
Governor's Recommendation	0.00	69,300	0	0	69,300
FY 2006 Total					
Agency Request	469.25	19,862,600	20,791,800	7,527,400	48,181,800
Governor's Recommendation	469.25	17,868,600	21,509,500	7,453,000	46,831,100
Agency Request					
Change from Original App	0.00	3,443,600	(602,300)	93,500	2,934,800
% Change from Original App	0.0%	21.0%	(2.8%)	1.3%	6.5%
Governor's Recommendation					
Change from Original App	0.00	1,449,600	115,400	19,100	1,584,100
% Change from Original App	0.0%	8.8%	0.5%	0.3%	3.5%

POST Academy

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	2,370,000	2,104,700	2,825,700	4,013,600	3,860,700
Federal	215,300	396,800	246,000	659,700	656,000
Total:	2,585,300	2,501,500	3,071,700	4,673,300	4,516,700
Percent Change:		(3.2%)	22.8%	52.1%	47.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	908,100	881,400	1,194,900	1,851,600	1,847,500
Operating Expenditures	1,413,300	1,353,300	1,608,400	2,355,500	2,335,100
Capital Outlay	136,700	116,900	141,200	317,300	186,900
Trustee/Benefit	127,200	149,900	127,200	148,900	147,200
Total:	2,585,300	2,501,500	3,071,700	4,673,300	4,516,700
Full-Time Positions (FTP)	15.00	15.00	19.00	29.00	29.00

Division Description

Peace Officers' Standards and Training Academy delivers training and technical assistance to all levels of law enforcement throughout the state, by providing both basic and specialized training programs for all commissioned peace officers.

POST Academy

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	19.00	0	3,071,700	19.00	0	3,071,700
HB 805 One-time 1% Salary Increase	0.00	0	8,100	0.00	0	8,100
Governor's Rescission	0.00	0	0	0.00	0	(1,400)
FY 2005 Total Appropriation	19.00	0	3,079,800	19.00	0	3,078,400
Non-Cognizable Funds and Transfers	0.00	0	80,000	0.00	0	80,000
FY 2005 Estimated Expenditures	19.00	0	3,159,800	19.00	0	3,158,400
Removal of One-Time Expenditures	(2.00)	0	(363,100)	(2.00)	0	(361,700)
FY 2006 Base	17.00	0	2,796,700	17.00	0	2,796,700
Benefit Costs	0.00	0	18,100	0.00	0	14,000
Inflationary Adjustments	0.00	0	22,100	0.00	0	0
Replacement Items	0.00	0	191,400	0.00	0	61,000
Nonstandard Adjustments	0.00	0	900	0.00	0	900
Annualizations	0.00	0	32,000	0.00	0	32,000
Change in Employee Compensation	0.00	0	9,200	0.00	0	9,200
27th Payroll	0.00	0	37,600	0.00	0	37,600
FY 2006 Program Maintenance	17.00	0	3,108,000	17.00	0	2,951,400
1. Prosecuting Attorney Training	0.00	0	20,000	0.00	0	20,000
2. Western Regional Police Corps	2.00	0	325,600	2.00	0	325,600
3. Corrections Academy	10.00	0	1,219,700	10.00	0	1,219,700
FY 2006 Total	29.00	0	4,673,300	29.00	0	4,516,700
Change from Original Appropriation	10.00	0	1,601,600	10.00	0	1,445,000
% Change from Original Appropriation			52.1%			47.0%

POST Academy

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	19.00	0	2,825,700	246,000	3,071,700
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	7,600	500	8,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>7,600</i>	<i>500</i>	<i>8,100</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(1,300)</i>	<i>(100)</i>	<i>(1,400)</i>
FY 2005 Total Appropriation					
Agency Request	19.00	0	2,833,300	246,500	3,079,800
<i>Governor's Recommendation</i>	<i>19.00</i>	<i>0</i>	<i>2,832,000</i>	<i>246,400</i>	<i>3,078,400</i>
Non-Cognizable Funds and Transfers					
Transfers federal spending authority from Forensics to meet ongoing federal grant needs.					
Agency Request	0.00	0	0	80,000	80,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>80,000</i>	<i>80,000</i>
FY 2005 Estimated Expenditures					
Agency Request	19.00	0	2,833,300	326,500	3,159,800
<i>Governor's Recommendation</i>	<i>19.00</i>	<i>0</i>	<i>2,832,000</i>	<i>326,400</i>	<i>3,158,400</i>
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	(2.00)	0	(362,600)	(500)	(363,100)
<i>Governor's Recommendation</i>	<i>(2.00)</i>	<i>0</i>	<i>(361,300)</i>	<i>(400)</i>	<i>(361,700)</i>
FY 2006 Base					
Agency Request	17.00	0	2,470,700	326,000	2,796,700
<i>Governor's Recommendation</i>	<i>17.00</i>	<i>0</i>	<i>2,470,700</i>	<i>326,000</i>	<i>2,796,700</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	16,400	1,700	18,100
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>12,700</i>	<i>1,300</i>	<i>14,000</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	18,800	3,300	22,100
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

POST Academy

Analyst: Burns

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Replacement Items

Includes \$53,400 for two Dodge Caravans, \$37,000 for two used police vehicles for track training, \$6,000 for one optical mark reader, \$10,000 for two roll up mats, \$50,000 for two servers, \$25,500 for fifteen computers, \$2,000 for four printers, \$3,000 for six portable radios, and \$4,500 for computer software.

Agency Request	0.00	0	191,400	0	191,400
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Includes \$37,000 for two track cars, \$9,300 for two roll up mats, \$10,200 for six computers, and \$4,500 in related software.

Governor's Recommendation	0.00	0	61,000	0	61,000
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. State Controller fees are increased by \$900.

Agency Request	0.00	0	900	0	900
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Governor's Recommendation	0.00	0	900	0	900
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Annualizations

Spending authority is requested to cover the fiscal year 2005 Idaho State Police pay plan.

Agency Request	0.00	0	32,000	0	32,000
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Governor's Recommendation	0.00	0	32,000	0	32,000
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	8,600	600	9,200
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	0	8,600	600	9,200
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	0	35,100	2,500	37,600
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Governor's Recommendation	0.00	0	35,100	2,500	37,600
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FY 2006 Program Maintenance					
Agency Request	17.00	0	2,773,900	334,100	3,108,000
Governor's Recommendation	17.00	0	2,621,000	330,400	2,951,400

1. Prosecuting Attorney Training

The Idaho Prosecuting Attorney's Association has requested additional training to cover trial advocacy courses for prosecutors, involving law enforcement officers, and training for new deputy prosecutors and support staff. In addition, they are seeking help in developing an internet database on current court briefs accessible by all Idaho prosecuting attorneys in Idaho. Spending authority from the Peace Officers Fund is requested to cover these added costs. Resources necessary to implement this request will be covered with existing resources, since POST training is provided free of charge to this agency.

Agency Request	0.00	0	20,000	0	20,000
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Governor's Recommendation	0.00	0	20,000	0	20,000
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POST Academy

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Western Regional Police Corps

Many local law enforcement agencies in Idaho lack the capacity to attract well-qualified, educated officers. Attracting candidates with college degrees to small rural communities historically has been difficult. The Western Regional Police Corps (WRPC) is a consortium of states, including Alaska, Washington, and Oregon, who currently participate in the Federal Police Corps program. The WRPC operates a twenty-four week police academy in Seattle, Washington. The academy curriculum provides officers from member states training on laws and procedures specific to their home states. Idaho has been invited to partner with them to provide this education and training opportunity for eight to twelve Idaho College graduates per year. Local law enforcement agencies sponsor the students by guaranteeing employment in exchange for the students' commitment to work a minimum of four years with that agency upon graduation. Funding is provided through an ongoing federal program that is expected to continue through the next decade. In addition, these federal funds will be used to hire one ISP sergeant to serve as the Idaho Police Corps coordinator responsible for recruitment of agencies and selection of college graduates. One technical records specialist would also be hired to handle administrative duties and coordinate student application and transition through the program.

Agency Request	2.00	0	0	325,600	325,600
<i>Governor's Recommendation</i>	2.00	0	0	325,600	325,600

3. Corrections Academy

In fiscal year 2002, the Legislature passed HCR 30, authorizing certain building projects through the issuance of bonds. One of those projects was a basic Corrections Academy building on the Idaho State Police complex in Meridian, to be operated by the POST Academy. The building is scheduled for completion in November 2004. POST will conduct all pre-service training for correctional officers, probation and parole officers, and medical staff. POST also will maintain employment and training files on all employees, issue certification, and set minimum standards for hiring, training, and certification of correctional officers, which does not exist today. Spending authority from the Peace Officers Fund is requested to open this facility in July 2005. Positions requested include one training manager, three training specialists, two associate trainers, one office specialist, one technical records specialist, one IT systems coordinator, and one financial specialist. Legislation will be introduced to increase fees in support of this enhancement.

Agency Request	10.00	0	1,219,700	0	1,219,700
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The Governor's Recommendation is contingent upon the successful passage of legislation increasing the General Fund diversion amount to POST from ten percent to fourteen percent, and the POST fee from \$6.00 to \$10.00.

<i>Governor's Recommendation</i>	10.00	0	1,219,700	0	1,219,700
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FY 2006 Total					
Agency Request	29.00	0	4,013,600	659,700	4,673,300
<i>Governor's Recommendation</i>	29.00	0	3,860,700	656,000	4,516,700

Agency Request

Change from Original App	10.00	0	1,187,900	413,700	1,601,600
% Change from Original App	52.6%		42.0%	168.2%	52.1%

Governor's Recommendation

<i>Change from Original App</i>	10.00	0	1,035,000	410,000	1,445,000
<i>% Change from Original App</i>	52.6%		36.6%	166.7%	47.0%

Racing Commission

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	788,600	576,300	773,200	791,900	785,800
Percent Change:		(26.9%)	34.2%	2.4%	1.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	352,100	316,100	359,100	370,100	369,300
Operating Expenditures	311,500	223,000	309,600	320,500	316,500
Capital Outlay	25,000	1,600	4,500	0	0
Trustee/Benefit	100,000	35,600	100,000	101,300	100,000
Total:	788,600	576,300	773,200	791,900	785,800
Full-Time Positions (FTP)	4.00	4.00	4.00	4.00	4.00

Division Description

The Racing Commission maintains racing requirements that protect racing participants and the public from illegal actions surrounding racing operations. The Commission appoints a director and a secretary to perform the year-around operations, and state stewards, veterinarians, mutuel inspectors and licensing clerks during the racing season to ensure the honest operation of the pari-mutuel system and compliance with the Idaho Racing Act.

Racing Commission

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	4.00	0	773,200	4.00	0	773,200
HB 805 One-time 1% Salary Increase	0.00	0	3,300	0.00	0	3,300
Governor's Rescission	0.00	0	0	0.00	0	(2,100)
FY 2005 Total Appropriation	4.00	0	776,500	4.00	0	774,400
Removal of One-Time Expenditures	0.00	0	(7,800)	0.00	0	(6,100)
Base Adjustments	0.00	0	(7,000)	0.00	0	(6,600)
FY 2006 Base	4.00	0	761,700	4.00	0	761,700
Benefit Costs	0.00	0	3,500	0.00	0	2,700
Inflationary Adjustments	0.00	0	5,300	0.00	0	0
Nonstandard Adjustments	0.00	0	6,900	0.00	0	6,900
Change in Employee Compensation	0.00	0	2,000	0.00	0	2,000
27th Payroll	0.00	0	12,500	0.00	0	12,500
FY 2006 Total	4.00	0	791,900	4.00	0	785,800
Change from Original Appropriation	0.00	0	18,700	0.00	0	12,600
% Change from Original Appropriation			2.4%			1.6%

Racing Commission

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	4.00	0	773,200	0	773,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	3,300	0	3,300
Governor's Recommendation	0.00	0	3,300	0	3,300
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	0	(2,100)	0	(2,100)
FY 2005 Total Appropriation					
Agency Request	4.00	0	776,500	0	776,500
Governor's Recommendation	4.00	0	774,400	0	774,400
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(7,800)	0	(7,800)
Governor's Recommendation	0.00	0	(6,100)	0	(6,100)
Base Adjustments					
Removes excess spending authority.					
Agency Request	0.00	0	(7,000)	0	(7,000)
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	0	(6,600)	0	(6,600)
FY 2006 Base					
Agency Request	4.00	0	761,700	0	761,700
Governor's Recommendation	4.00	0	761,700	0	761,700
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	3,500	0	3,500
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	2,700	0	2,700
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	5,300	0	5,300
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Racing Commission

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are reduced by \$100 and State Treasurer fees by \$300. State Controller fees are increased by \$300 and Attorney General fees by \$7,000.

Agency Request	0.00	0	6,900	0	6,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>6,900</i>	<i>0</i>	<i>6,900</i>

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	2,000	0	2,000
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,000</i>	<i>0</i>	<i>2,000</i>
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	0	12,500	0	12,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>12,500</i>	<i>0</i>	<i>12,500</i>

FY 2006 Total					
Agency Request	4.00	0	791,900	0	791,900
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>0</i>	<i>785,800</i>	<i>0</i>	<i>785,800</i>

Agency Request

Change from Original App	0.00	0	18,700	0	18,700
% Change from Original App	0.0%		2.4%		2.4%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>12,600</i>	<i>0</i>	<i>12,600</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>1.6%</i>		<i>1.6%</i>

Idaho Legislative Budget Book

Natural Resources

2005 Legislative Session

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Department of Environmental Quality

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration and Support	6,672,700	7,013,700	6,194,600	6,777,200	6,714,700
Air Quality	5,438,400	5,191,100	5,464,600	5,750,200	5,701,600
Water Quality	18,054,900	15,267,300	18,666,100	19,872,600	19,527,200
Waste Mgmt and Remediation	9,405,900	12,958,300	17,085,700	17,051,700	16,878,800
INEEL Oversight	2,154,900	2,281,900	2,145,400	2,224,400	2,208,000
CDA Basin Commission	0	0	0	2,228,000	2,228,000
Total:	41,726,800	42,712,300	49,556,400	53,904,100	53,258,300
BY FUND CATEGORY					
General	15,146,000	15,146,000	15,146,000	16,325,900	15,967,800
Dedicated	8,374,900	6,129,400	7,458,600	6,967,300	6,929,800
Federal	18,205,900	21,436,900	26,951,800	30,610,900	30,360,700
Total:	41,726,800	42,712,300	49,556,400	53,904,100	53,258,300
Percent Change:		2.4%	16.0%	8.8%	7.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,591,300	22,141,900	23,833,100	26,036,600	25,820,500
Operating Expenditures	12,870,700	15,621,100	19,461,500	21,343,700	21,088,500
Capital Outlay	163,000	412,400	160,000	474,500	373,500
Trustee/Benefit	6,101,800	4,536,900	6,101,800	6,049,300	5,975,800
Total:	41,726,800	42,712,300	49,556,400	53,904,100	53,258,300
Full-Time Positions (FTP)	369.55	369.55	369.55	376.55	374.55

Department Description

The Idaho legislature created the Department of Environmental Quality (DEQ) effective July 1, 2000, from Health and Welfare's Division of Environmental Quality, "to protect human health and the environment as its sole mission is in the public's interest" (§39-102A). The Department is organized into five budgetary programs.

Administration and Support Services develops division policies, legislation, and rules for permitting and regulatory programs; promotes public understanding of environmental issues and solicits public input; assesses program effectiveness in improving water and air quality; and services DEQ internal support needs.

The Air Quality program protects Idaho's air quality through an integrated "airshed" approach to air quality management. The airshed approach combines community involvement with the scientific method. The program uses ambient (encompassing) monitoring, permits, regulations and enforcement to protect Idaho's air quality.

The Water Quality program develops strategies to prevent, protect, and remediate areas so as to maintain or improve water quality and prevent impairment of beneficial uses. The program protects human health and biological integrity through watershed, drinking water, ground water, waste water, and grant and loan activities.

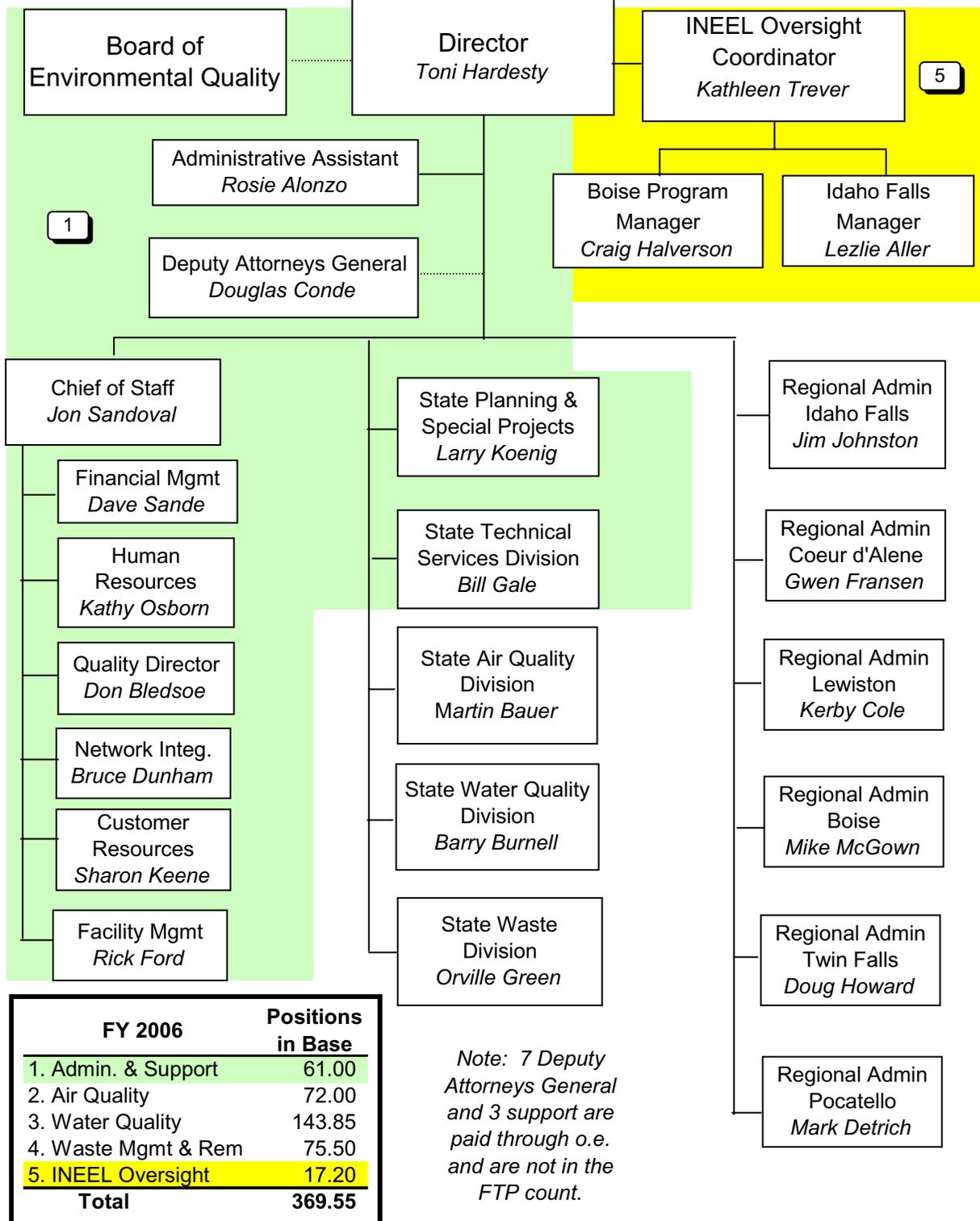
Waste Management and Remediation is responsible for ensuring that solid wastes are managed and disposed in a manner protective of human health and the environment. The program responds to existing releases of hazardous substances to surface waters, ground waters, or soils and works with active mines to ensure best management practices are followed and that bonding and closure requirements are met.

The primary responsibility of the Idaho National Engineering & Environmental Laboratory (INEEL) Oversight Program is to independently monitor INEEL operations and document transportation of radiological materials along transportation corridors. The objective is to assure the protection of Idaho's land, air, water, wildlife and public health and to provide Idahoans an independent, factual analysis of INEEL activities.

Department of Environmental Quality Agency Profile

Analyst: Houston

Organizational Chart



Department of Environmental Quality

Agency Profile

Analyst: Houston

Sources of Funds

	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. General Fund (0225-03)	\$ 15,146,000	35.5%	\$ 15,234,100	\$ 16,325,900
The General Fund sources are the individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, treasurer's interest on investments of certain idle funds, court fees and fines, insurance premium tax, estate and transfer tax and other miscellaneous sources from agency receipts.				
2. Air Quality Permitting Fund (0186-00)	1,262,000	3.0%	1,851,200	1,914,800
Moneys received from fees collected from permitting fees assessed to pollution sources under Title V of the Federal Clean Air Act Amendment of 1990 and all earned interest.				
3. Public Water System Supervision Fund (0191)	1,029,400	2.4%	1,703,300	1,766,300
Fees assessed pursuant to rules of the department on regulated public drinking water systems, donations, and interest.				
4. Water Pollution Control (0200)	1,190,800	2.8%	1,190,800	101,300
Monthly transfers amounting to \$4.8 million per year from the General Fund and retained interest.				
5. Environmental Remediation Bunker Hill Box Fund (0201-01)	709,000	1.7%	838,500	125,000
Transfers from the Water Pollution Control Fund, sales of property, legal settlements, and interest.				
6. Environmental Remediation Basin Fund (0201-02)	0	0.0%	0	1,000,000
Transfers from the Water Pollution Control Fund, sales of property, legal settlements, and interest.				
7. DEQ Receipts Fund (0225-05)	1,488,200	3.5%	1,604,700	1,759,900
Fees from services, costs recoveries from mine reclamation and leaking underground storage tanks, stationary source permitting fees, and other miscellaneous receipts. The fund is used to expend monies from the Environmental Protection Trust which contains moneys donated or conditionally granted to the department and all retained interest. Moneys are used to carry out the conditions of the grant.				
8. Bunker Hill Trust Fund (0511-00)	450,000	1.1%	300,000	300,000
Receipts that are the result of consent decree declarations between the State and settling defendants involved in the Bunker Hill Mine cleanup. Monies are held as a trust fund and used for blood lead screenings and activities to benefit human health and the environment within the Bunker Hill Superfund Site in Shoshone County.				
9. DEQ Federal Funds (0225-02)	21,436,900	50.2%	27,042,200	30,610,900
Federal grants and reimbursements from federal fund sources.				
Total	\$ 42,712,300	100.0%	\$ 49,764,800	\$ 53,904,100

The department also has four continuously appropriated funds. 1) The Drinking Water State Revolving Loan Fund is used for loans to assist public water systems to finance infrastructure costs. The Water Pollution Control Fund is used as the State's 20% contribution. 2) The Clean Water State Revolving Fund is used to finance public owned wastewater treatment facilities and pollution control projects. The Water Pollution Control Fund is used as the State's 20% contribution. 3) Moneys in the Big Payette Lake Water Quality Council Administrative Fund are from private and nongovernmental funding sources and are continuously appropriated to the Council to be used exclusively for defraying the costs of Council administration. 4) The Hazardous Waste Emergency Fund consists of moneys from compliance proceedings, court ordered judgments or settlements, and earned interest. Moneys are used to pay necessary costs of mitigating threats to public health or safety caused by the emergency.

Department of Environmental Quality

Agency Profile

Analyst: Houston

Strategic Planning Act Performance Measures

Selected Measures	FY 2003 Act.	FY 2004 Act.	FY 2005 Est.	FY 2006 Est.
Administration & Support				
1. Procurement actions completed within 30 days	98%	97%	100%	100%
2. Number of computers and printers maintained	530	756	756	756
3. Percent of customers satisfied with services	99.3%	98.3%	100%	100%
4. Average position vacancy rate	4.1%	3.6%	4%	4%
5. Average time in days from vacancy to fill	45	77	35	35
Air Quality				
1. Treasure Valley Airshed major milestones	10	5	5	5
2. Portneuf Valley Airshed major milestones	17	11	11	11
3. Clearwater Valley Airshed major milestones	22	7	7	7
4. Operate and maintain monitoring sites	70	64	64	64
5. Issue permits to construct	49	52	55	55
6. Number of Tier 2 operating permits issued	38	23	20	20
7. Number of Title V (Tier 1) permits issued	48	12	10	18
8. Conduct inspections & compliance evaluations	141	180	175	175
Water Quality				
1. Number of water body sites monitored	436	442	350	350
2. Number of TMDLs completed	9	14	7	17
3. Number of public water systems in compliance	2,049	2,050	2,050	2,050
4. Percent of public water systems in compliance	97.8%	98.6%	95%	95%
5. Number of source water assessments completed	974	104	75	35
6. Number of drinking water protection plans completed	20	10	12	12
7. Percent of inspected waste water facilities in substantial compliance	85%	90%	85%	85%
8. Drinking water loans and grants awarded	9	14	20	20
9. Wastewater loans and grants awarded	24	15	20	20
Waste Management & Remediation				
1. Acres of corrective water quality measures taken in the Coeur d'Alene River Basin	18	23	40	30
2. Number of solid waste landfill inspections	9	9	12	8
3. Percent of inspected hazardous waste facilities in compliance	91%	87%	82%	85%
4. Underground storage tank sites in compliance with rules	47%	57%	60%	62%
5. Phosphate mine sites undergoing cleanup	8	10	13	15
INEEL Monitoring				
1. Number of DOE operations monitored	39	36	35	35
2. Number of water samples analyzed	685	625	700	700
3. Number of air samples analyzed	2,273	1,261	1,300	1,300
4. Number of milk samples analyzed	115	84	84	84
5. Responses to radiological incidents	7	10	10	10
6. Surveillance reports published	4	7	5	5
7. Number of newsletters published	5	2	6	6
8. Public presentations, exhibitions or meetings	22	21	25	25

Department of Environmental Quality

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	369.55	15,146,000	49,556,400	369.55	15,146,000	49,556,400
HB 805 One-time 1% Salary Increase	0.00	88,100	208,400	0.00	88,100	208,400
Governor's Rescission	0.00	0	0	0.00	(25,700)	(43,700)
FY 2005 Total Appropriation	369.55	15,234,100	49,764,800	369.55	15,208,400	49,721,100
Non-Cognizable Funds and Transfers	4.00	0	2,334,400	4.00	0	2,334,400
FY 2005 Estimated Expenditures	373.55	15,234,100	52,099,200	373.55	15,208,400	52,055,500
Removal of One-Time Expenditures	(4.00)	(88,100)	(2,793,600)	(4.00)	(63,400)	(2,752,900)
Base Adjustments	0.00	0	0	0.00	1,000	3,000
FY 2006 Base	369.55	15,146,000	49,305,600	369.55	15,146,000	49,305,600
Benefit Costs	0.00	151,000	360,700	0.00	116,900	279,200
Inflationary Adjustments	0.00	66,400	305,800	0.00	0	0
Replacement Items	0.00	304,000	464,000	0.00	210,000	370,000
Nonstandard Adjustments	0.00	(28,100)	(81,700)	0.00	(29,400)	(84,600)
Change in Employee Compensation	0.00	91,100	216,500	0.00	91,100	216,500
27th Payroll	0.00	347,300	824,400	0.00	347,300	824,400
FY 2006 Program Maintenance	369.55	16,077,700	51,395,300	369.55	15,881,900	50,911,100
1. Evaluate NPDES Primacy	2.00	162,300	162,300	0.00	0	0
2. CDA Lake Management Plan	1.00	85,900	85,900	1.00	85,900	85,900
3. Burlington Northern Santa Fe	1.00	0	105,500	1.00	0	105,500
4. CDA Basin Commission	2.00	0	2,267,100	2.00	0	2,267,100
5. CDA Basin Match	0.00	0	(636,700)	0.00	0	(636,000)
6. National Environmental Info. Network	1.00	0	150,000	1.00	0	150,000
7. Additional Federal Grants	0.00	0	374,700	0.00	0	374,700
FY 2006 Total	376.55	16,325,900	53,904,100	374.55	15,967,800	53,258,300
Change from Original Appropriation	7.00	1,179,900	4,347,700	5.00	821,800	3,701,900
% Change from Original Appropriation		7.8%	8.8%		5.4%	7.5%

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	369.55	15,146,000	7,458,600	26,951,800	49,556,400
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	88,100	29,900	90,400	208,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>88,100</i>	<i>29,900</i>	<i>90,400</i>	<i>208,400</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of \$40,700 not needed to implement HB 805. In addition, the Governor recommends removal of \$3,000 risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(25,700)</i>	<i>(15,100)</i>	<i>(2,900)</i>	<i>(43,700)</i>
FY 2005 Total Appropriation					
Agency Request	369.55	15,234,100	7,488,500	27,042,200	49,764,800
<i>Governor's Recommendation</i>	<i>369.55</i>	<i>15,208,400</i>	<i>7,473,400</i>	<i>27,039,300</i>	<i>49,721,100</i>
Non-Cognizable Funds and Transfers					
Adds one-time federal non-cognizable spending authority and one full-time equivalent position for Burlington Northern Santa Fe Railroad Refueling station, one FTP to coordinate database information for the National Environmental Information Network (NEIN), one FTP for executive director of Coeur d'Alene Basin Commission, and one FTP clerical support for the Kellogg office. Also adds one-time federal non-cognizable funding for various federal grants. Transfers \$200,000 in General Fund support from the Water Quality Program to the Administration Program and transfers \$200,000 in federal spending authority from the Administration Program to the Water Quality Program. Transfers \$383,900 in General Fund support from the Water Quality Program to the Waste Management and Remediation Program and transfers \$183,900 in federal spending authority from the Waste Management and Remediation Program to the Water Quality Program.					
Agency Request	4.00	0	109,000	2,225,400	2,334,400
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>0</i>	<i>109,000</i>	<i>2,225,400</i>	<i>2,334,400</i>
FY 2005 Estimated Expenditures					
Agency Request	373.55	15,234,100	7,597,500	29,267,600	52,099,200
<i>Governor's Recommendation</i>	<i>373.55</i>	<i>15,208,400</i>	<i>7,582,400</i>	<i>29,264,700</i>	<i>52,055,500</i>
Removal of One-Time Expenditures					
Removes one-time salary increase provided by HB 805. Removes one-time federal non-cognizable spending authority and one full-time equivalent position for Burlington Northern Santa Fe Railroad Refueling station, one FTP for executive director of Coeur d'Alene Basin Commission and one FTP clerical support for the Kellogg office. Also removes one-time federal non-cognizable funding for various federal grants and one-time capital outlay provided in the FY 2005 budget.					
Agency Request	(4.00)	(88,100)	(255,700)	(2,449,800)	(2,793,600)
<i>Governor's Recommendation</i>	<i>(4.00)</i>	<i>(63,400)</i>	<i>(241,000)</i>	<i>(2,448,500)</i>	<i>(2,752,900)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,000</i>	<i>400</i>	<i>1,600</i>	<i>3,000</i>
FY 2006 Base					
Agency Request	369.55	15,146,000	7,341,800	26,817,800	49,305,600
<i>Governor's Recommendation</i>	<i>369.55</i>	<i>15,146,000</i>	<i>7,341,800</i>	<i>26,817,800</i>	<i>49,305,600</i>

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	151,000	52,700	157,000	360,700
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	116,900	40,800	121,500	279,200
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	66,400	25,900	213,500	305,800
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Replacement items include \$201,000 for 99 computers, \$90,000 for six cars, \$120,000 for six trucks, \$5,000 for alpha radiation instruments, and \$48,000 for air quality monitoring equipment.					
Agency Request	0.00	304,000	26,000	134,000	464,000
<i>Removes \$94,000 General Funds requested to replace computers. Leaves General Funds for replacement vehicles and all dedicated and federal funding as requested.</i>					
Governor's Recommendation	0.00	210,000	26,000	134,000	370,000
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their prior-year actual use of certain services. Non-standard adjustments include Attorney General (\$72,700), State Controller (\$5,700), State Treasurer \$200, and changes in property and casualty insurance premiums (\$6,400). This decision unit also includes \$2,900 for increases in space charges.					
Agency Request	0.00	(28,100)	(10,300)	(43,300)	(81,700)
<i>Funding for building space charge increases is not recommended by the Governor.</i>					
Governor's Recommendation	0.00	(29,400)	(10,700)	(44,500)	(84,600)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	91,100	30,900	94,500	216,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	91,100	30,900	94,500	216,500
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because 26 pay periods amounts to 364 days and a year has 365.242 days.					
Agency Request	0.00	347,300	117,200	359,900	824,400
Governor's Recommendation	0.00	347,300	117,200	359,900	824,400
FY 2006 Program Maintenance					
Agency Request	369.55	16,077,700	7,584,200	27,733,400	51,395,300
Governor's Recommendation	369.55	15,881,900	7,546,000	27,483,200	50,911,100

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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1. Evaluate NPDES Primacy

Water Quality

The U.S. Environmental Protection Agency (EPA) currently retains "primacy" in Idaho for the National Pollutant Discharge Elimination System (NPDES). There are about 357 NPDES permitted facilities located throughout Idaho with a potential of 916 when stormwater is included. Because of expressed interest from industries, municipalities, aquaculture, and confined animal feeding operations throughout the state for DEQ to take primacy of the program, DEQ formed a steering committee of interested parties in June 2000 to evaluate whether DEQ should take the NPDES permit program. The committee discussed issues regarding the benefit of more timely permits, better focus on local considerations, better local service delivery, permits that are more closely oriented towards DEQ standards, better coordination with DEQ's TMDL process, a focus of DEQ-style compliance assurance rather than EPA-style enforcement, and a streamlined Endangered Species Act process with no permit-by-permit consultation. The budget request includes funding for two positions, one analyst 3 at \$62,900 including benefits and one engineering technician at \$72,400 including benefits, \$10,000 each for operating expenditures, and \$3,500 each for one-time capital outlay. These positions would further evaluate what is involved in the NPDES application process; evaluate how ESA consultation would work in Idaho; evaluate how the program would be designed, staffed and implemented; develop a detailed estimate of what it would cost to operate the program; and develop specific cost-share information from the local, state, and federal level. [2 FTPs, \$7,000 one-time, \$155,300 ongoing, eventual acquisition of primacy requires Legislation, framework legislation for this study is also proposed]

Agency Request	2.00	162,300	0	0	162,300
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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2. CDA Lake Management Plan

Water Quality

The State of Idaho and Coeur d'Alene Tribe have been working together since January 2002 to develop a joint Coeur d'Alene (CDA) Lake Management Plan (LMP). Memorandums of agreement also commit the state to full consultation with the counties before completing the plan. The focus of the LMP is to control nutrient inputs to the lake, thereby maintaining oxygen in the bottom waters to prevent further release of metals from sediments. When implemented, the LMP will protect lake water quality and serve as the basis to remove Lake Coeur d'Alene from the Superfund List. The State and the Coeur d'Alene Tribe have not been able to finalize the joint plan due to uncertainty about funding and staffing. This decision unit will provide \$72,400 for one position to manage implementation of the joint LMP, 10,000 for operating expenditures and \$3,500 for capital outlay. Located in DEQ's Water Quality Division, the position will work with Basin Commission and other organizations to coordinate projects and pursue other sources of funding. The position will audit the performance of entities doing projects and oversee long-term monitoring. Implementing a joint LMP will not be possible without staff and project funding and the EPA will not proceed with the Superfund deletion process unless there is a joint state and tribal plan in place. [\$82,400 ongoing]

Agency Request	1.00	85,900	0	0	85,900
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Governor's Recommendation	1.00	85,900	0	0	85,900
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3. Burlington Northern Santa Fe

Administration and Support Services, Water Quality

In April 2000, Kootenai County issued a Conditional Use Permit for construction of the Burlington Northern Santa Fe (BNSF) Railroad Refueling Depot. The county required numerous conditions in the permit to provide assurances aquifer quality would be protected. In consultation with DEQ, the County included a condition that BNSF fund a new position in DEQ's Coeur d'Alene Regional Office for a period of ten years to perform regulatory oversight of the facility. With the understanding the facility would be in test mode beginning in August 2004 and full operation in September 2004, the Division of Financial Management approved non-cognizable funding from BNSF and an additional full-time equivalent position to DEQ in May of 2004. The position and funding were then removed from the base and shown here for legislative approval. The total includes \$69,700 for salary and benefits, \$10,000 for operating expenditures and \$25,800 for administrative overhead. [Ongoing for 10 years]

Agency Request	1.00	0	105,500	0	105,500
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Governor's Recommendation	1.00	0	105,500	0	105,500
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Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
4. CDA Basin Commission					
Administration, Waste Mgmt & Remed, Basin Commission					
<p>The Department of Environmental Quality worked to put the leadership for the cleanup of the Coeur d'Alene Basin into the hands of the Basin Environmental Improvement Project Commission (CDA Basin Commission). In July 2004, the Division of Financial Management approved a non-cognizable request from the DEQ to add spending authority for federal funds for an Executive Director and for a clerical support position. The EPA agreed to provide funding as part of the implementation of its \$359 million commitment over 30-years to clean-up the Coeur d'Alene Basin. The non-cognizable funding has been backed out of the base for the Legislature's consideration in the decision unit. This decision unit includes funding in three parts. First, this request establishes a separate program entitled "Coeur d'Alene Basin Commission". Personnel costs include \$74,900 and one FTP for the Executive Director, \$24,700 for temporary employees and \$36,400 for benefits. Operating expenditures include \$3,900 for rent, \$2,500 for travel, \$3,600 for supplies, and \$2,015,000 for contracted projects. That brings the Commission's portion of this decision unit to \$2,153,000. Second, it provides one full-time equivalent position and \$48,800 for the Waste Management and Remediation Program for a clerical support position in DEQ's Kellogg Office. Finally, this decision unit provides \$65,300 to the Administration and Support Program for indirect support for the Coeur d'Alene Basin Commission and Kellogg Office. [All federal funds, Ongoing]</p>					
Agency Request	2.00	0	0	2,267,100	2,267,100
<i>Governor's Recommendation</i>	2.00	0	0	2,267,100	2,267,100
5. CDA Basin Match					
Administration, Waste Mgmt & Remed, Basin Commission					
<p>The 1995 legislature approved a funding plan for the Bunker Hill Superfund Site (Box) to meet a ten-percent match associated with federal Superfund expenditures and to provide for all maintenance and operations (M&O) costs thereafter. The legislature established the Environmental Remediation Fund and approved transfers from the Water Pollution Control Fund of \$2.3 million for each of the first three years and \$520,000 for each of the next seven years totaling \$10,540,000 over ten years. DEQ now expects to have sufficient match credits and funds to meet the match requirements and pay the O&M obligations into perpetuity. Meanwhile, in 2002 the EPA issued a record of decision making the CDA Basin a part of the Superfund Cleanup. Starting in FY 2002 the legislature approved an annual \$1 million appropriation from the Water Pollution Control Fund to be used for the basin-wide work. As with the Box, the State of Idaho is required to pay ten percent of the capital costs and all of the operations and maintenance thereafter. Estimates in the record of decision put the state's costs at \$31.4 million in match over the next 30 years and \$41 million in operations and maintenance. DEQ is currently using the annual \$1 million appropriation from the Water Pollution Control Fund to meet match requirements. DEQ proposes to split the Environmental Remediation Fund into two parts, one to continue to track the expenditures inside the Box and one to accumulate revenues and track expenditures for the Basin. DEQ is requesting first, to transfer the current \$1 million annual appropriation to the Basin Fund and second, to increase the basin support by reassigning \$500,000 of the \$520,000 annual transfer from the Box to the Basin. This decision unit then splits the existing spending authority in the Environmental Remediation Fund to the Box and Basin portions of the Fund, shifts \$62,600 to federal funds, provides \$75,000 in state monies for the Commission and authorizes \$23,100 in federal spending authority for Administration and Support Services. The combination results in an overall net reduction in spending authority of \$636,700 but a net increase of \$980,000 in cash transfers to the Environmental Remediation Fund. DEQ'S annual budget for the Box falls from \$847,400 to \$125,000 per year. DEQ's \$1 million budget for the Coeur d'Alene Basin will be paid out of the Basin Fund instead of the Water Pollution Control Fund. [Ongoing, assumes annual cash transfer of \$1,500,000 from WPCF to the Basin Fund]</p>					
Agency Request	0.00	0	(722,400)	85,700	(636,700)
<i>Adjusts the Environmental Remediation Fund by \$700 due to the recommendation regarding PERSI.</i>					
<i>Governor's Recommendation</i>	0.00	0	(721,700)	85,700	(636,000)

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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6. National Environmental Info. Network

Water Quality

The US. Environmental Protection Agency has developed and funded a federal grant program called the National Environmental Information Network (NEIN) for states to share information and reduce their federal reporting burden. DEQ has been awarded a two-year \$300,000 grant to implement robust state environmental data sharing technologies. This project will make Idaho water quality data more accessible to local decision-makers as they address complex environmental issues in their communities. The request includes \$42,600 ongoing federal spending authority and one FTP to coordinate the project, \$3,900 for rent, \$1,000 for travel, \$1,000 for supplies, and \$101,500 for computer programming contracts. [Ongoing for two years]

Agency Request	1.00	0	0	150,000	150,000
Governor's Recommendation	1.00	0	0	150,000	150,000

7. Additional Federal Grants

Administration and Support Services, Water Quality

Includes increased spending authority for federal grants as follows: 1) \$60,000 annually to provide technical assistance to about 2,038 public water systems with populations of less than 3,300 who have no statutory obligation to assess their vulnerability to terrorism. 2) \$30,000 each year for two years to acquire basic biological data on the Wood River Sculpin in preparation for the Wood River TMDL. 3) \$184,700 annually for Total Maximum Daily Load development. Current projects include the Wood River, Lower Boise Phosphorus, Potlatch River, and Little Salmon River. DEQ is expecting to receive annual awards for different projects each year. 4) \$100,000 additional ongoing drinking water system grants to assist with increased workloads related to sanitary surveys, compliance and enforcement issues, and drinking water data management. [Of the \$374,700 total, \$57,300 or 15% is requested for Administration and Support Services and \$317,400 is for direct costs in the Water Quality Program, all ongoing.]

Agency Request	0.00	0	0	374,700	374,700
Governor's Recommendation	0.00	0	0	374,700	374,700

FY 2006 Total

Agency Request	376.55	16,325,900	6,967,300	30,610,900	53,904,100
Governor's Recommendation	374.55	15,967,800	6,929,800	30,360,700	53,258,300

Agency Request

Change from Original App	7.00	1,179,900	(491,300)	3,659,100	4,347,700
% Change from Original App	1.9%	7.8%	(6.6%)	13.6%	8.8%

Governor's Recommendation

Change from Original App	5.00	821,800	(528,800)	3,408,900	3,701,900
% Change from Original App	1.4%	5.4%	(7.1%)	12.6%	7.5%

Department of Fish and Game

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration	13,855,000	10,586,600	13,526,000	13,313,100	12,168,100
Enforcement	8,605,800	8,481,000	8,688,500	9,440,900	9,263,700
Fisheries	25,649,000	24,246,400	26,671,800	27,315,600	26,870,700
Wildlife	14,106,400	12,734,700	15,168,100	16,486,000	15,965,100
Communications	3,074,000	2,792,500	3,310,800	3,522,600	3,365,600
Engineering	900,000	829,400	907,100	964,900	955,900
Natural Resource Policy	2,857,000	2,597,800	3,559,000	3,533,800	3,404,900
Winter Feeding/Habitat Improv.	3,642,400	2,168,100	3,625,400	3,515,100	3,471,000
Total:	72,689,600	64,436,500	75,456,700	78,092,000	75,465,000
BY FUND CATEGORY					
Dedicated	41,547,300	35,120,000	42,970,900	45,372,300	42,942,700
Federal	31,142,300	29,316,500	32,485,800	32,719,700	32,522,300
Total:	72,689,600	64,436,500	75,456,700	78,092,000	75,465,000
Percent Change:		(11.4%)	17.1%	3.5%	0.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	37,940,100	35,752,300	41,349,900	44,581,200	44,106,200
Operating Expenditures	26,778,700	20,274,100	26,985,400	26,614,200	25,628,900
Capital Outlay	7,206,300	8,072,200	6,406,900	6,172,800	5,015,400
Trustee/Benefit	764,500	337,900	714,500	723,800	714,500
Total:	72,689,600	64,436,500	75,456,700	78,092,000	75,465,000
Full-Time Positions (FTP)	518.00	522.00	522.00	525.00	525.00

Department Description

Idaho's first Territorial Legislature in 1864 passed laws to control the harvest of big game animals from February to July, although there was no enforcement provision in the Legislation. In 1899 the Fifth Idaho Legislature established the Fish and Game Department with a State Game Warden in charge, with deputy wardens in each county that were paid half of each fine for which they could get a conviction. The total department budget was \$1,500. In 1938 Idaho's first voter initiative passed which created the Idaho Fish and Game Commission, under which the modern Fish and Game agency was born by establishing a merit system to hire competent professionals. Conservation officers also began wearing a green and gray uniform. Today there are 518 full-time equivalent employees in the Fish and Game Department which is organized into eight major programs (see table above) and funded primarily by licenses, fees and federal fund sources.

The department's policy making body is a seven member Commission, who are appointed by the Governor and confirmed by the Legislature for staggered four-year terms. The Commission appoints a Director, holds public hearings, establishes regulations and management controls on fish and wildlife, and approves departmental budgets for submission to the Legislature.

Department of Fish and Game Agency Profile

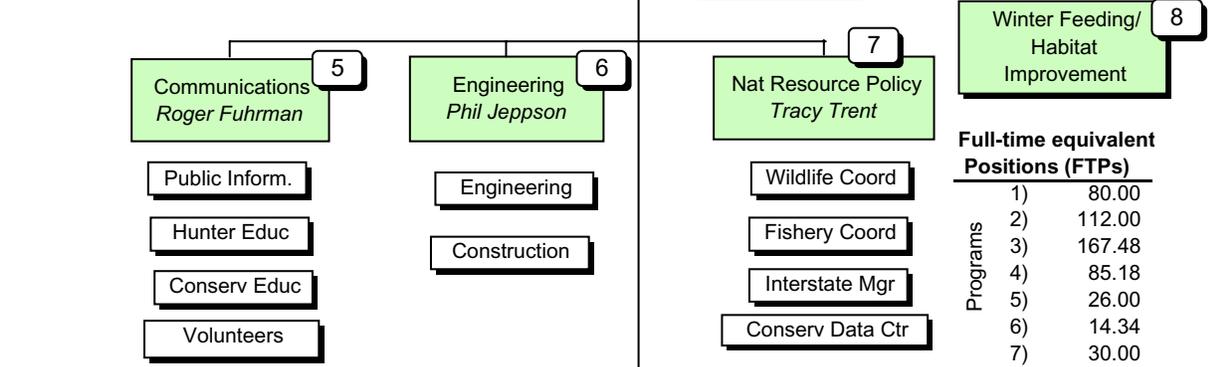
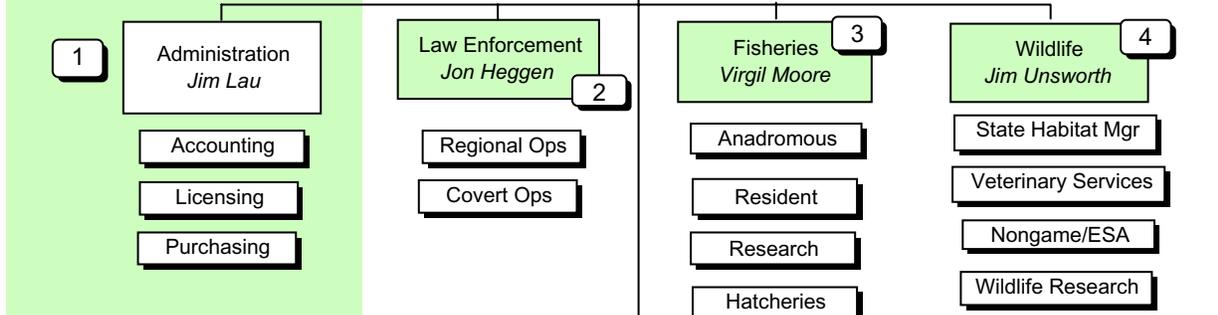
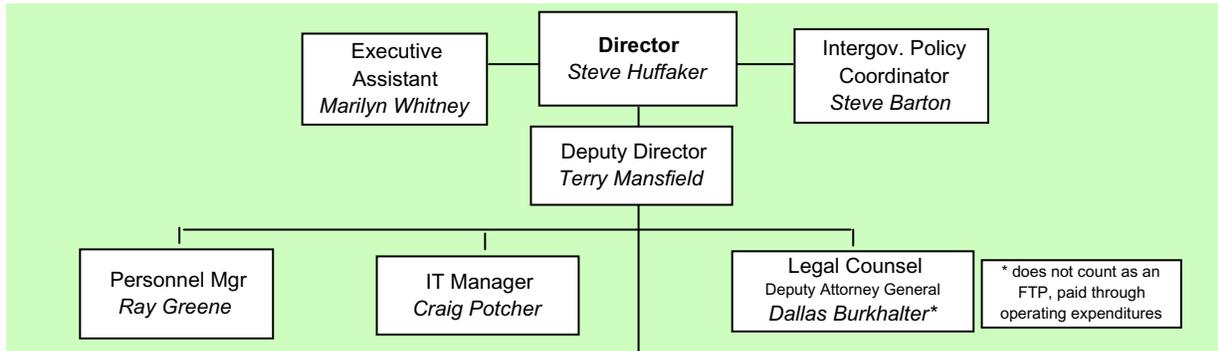
Analyst: Houston

Organizational Chart

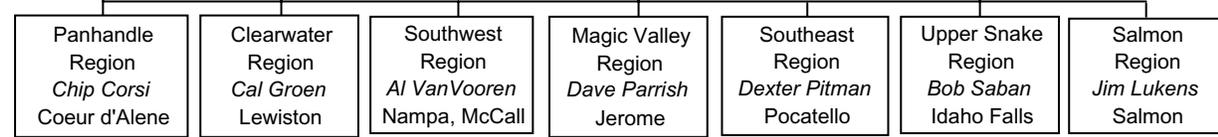
Staggered four-year terms expire June 30:

Fish and Game Commission						
Panhandle Region <i>Nancy Hadley</i> 2005	Clearwater Region <i>Alex Irby</i> 2007	Southwest Region <i>John Watts</i> 2006	Magic Valley Region <i>Wayne Wright</i> 2008	Southeast Region <i>Marcus Gibbs</i> 2006	Upper Snake <i>Cameron Wheeler</i> 2007	Salmon Region <i>Gary Power</i> 2008

Benewah, Bonner, Boundary, Kootenai, Shoshone	Clearwater, Idaho, Latah, Lewis, Nez Perce	Ada, Adams, Boise, Canyon, Elmore, Gem, Owyhee, Payette, Valley, Washington	Blaine, Camas, Cassia, Gooding, Jerome, Lincoln, Minidoka, Twin Falls	Bannock, Bear Lake, Bingham, Caribou, Franklin, Oneida, Power	Bonneville, Butte, Clark, Fremont, Jefferson, Madison, Teton	Custer, Lemhi
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Full-time equivalent Positions (FTP)	
Programs	
1)	80.00
2)	112.00
3)	167.48
4)	85.18
5)	26.00
6)	14.34
7)	30.00
8)	7.00
TOTAL	522.00



Regional boundaries follow wildlife management units.

Department of Fish and Game
Agency Profile

Analyst: Houston

Fish and Game Receipts

Description	FY 2002 Actual	FY 2003 Actual	FY 2004 Actual	FY 2005 Estimate	FY 2006 Request
Fish and Game Fund					*assumes fee increase
Licenses & Permits	\$28,575,600	\$28,859,500	\$28,349,900	* \$29,748,400	* \$32,613,800
Fleet Mgmt & Budget Stbl. Acct	628,000	645,500	697,000	628,500	636,000
Federal Reimbursements	22,841,400	25,764,500	28,716,000	31,908,400	32,162,300
Private and Local Reimburs.	2,154,100	2,316,700	2,731,200	4,050,000	4,533,500
Private and Local Trusts	922,700	644,100	487,000	503,100	518,100
Primary & Secondary Depred.	195,400	158,100	151,400	154,400	157,200
Miscellaneous Income	885,500	718,300	597,500	433,300	403,200
Total Fish & Game Fund	\$56,202,700	\$59,106,700	\$61,730,000	\$67,426,100	\$71,024,100
Set-Aside Funds:					
Habitat Acq. and Devel.	418,700	540,700	365,000	427,100	428,300
Salmon and Steelhead Tag	202,900	411,700	315,800	323,000	321,900
Winter Feeding & Depred.	426,600	401,200	462,700	370,400	365,800
Non-game Programs	71,100	49,200	52,100	53,300	54,800
Meat Processing Charges	11,900	8,100	11,100	7,500	7,700
Interest and Adjustments	(13,700)	(7,200)	(5,900)	0	0
Total Set-Aside Funds:	\$1,117,500	\$1,403,700	\$1,200,800	\$1,181,300	\$1,178,500
Total Receipts	\$57,320,200	\$60,510,400	\$62,930,800	\$68,607,400	\$72,202,600

Fish and Game Expenditures*, Appropriation, and Request

Programs	Actual	Actual	Actual	Estimate	Request
Administration	\$10,217,700	\$10,453,000	\$10,586,600	\$13,500,700	\$13,313,100
Enforcement	7,873,600	8,063,500	8,481,000	8,746,500	9,440,900
Fisheries	21,617,700	23,731,200	24,246,400	26,795,000	27,315,600
Wildlife	11,791,200	12,223,400	12,734,700	15,233,700	16,486,000
Communications	2,644,200	2,799,700	2,792,500	3,400,300	3,522,600
Engineering	909,900	974,600	829,400	914,300	964,900
Resource Policy	3,001,400	2,034,400	2,597,800	3,582,800	3,533,800
Winter Feeding/Habitat Improv.	2,462,200	1,858,100	2,168,100	3,629,800	3,515,100
Total Expenditures	\$60,517,900	\$62,137,900	\$64,436,500	\$75,803,100	\$78,092,000

*Actual Expenditures reflect that year's cash expenditures and that year's encumbrances.

Consolidated Fund Analysis

Description	Actual	Actual	Actual	Estimate	Request
Beginning Free Fund Balance	\$21,728,300	\$19,664,300	\$19,048,100	\$18,964,500	\$15,881,200
Beginning Encumbrances	4,615,900	3,836,100	3,860,100	3,444,500	0
Receipts	57,320,100	60,510,500	62,930,700	68,607,300	72,202,600
Transfers In	4,725,300	2,169,100	1,361,000	1,318,000	3,179,000
Transfers Out	(4,129,800)	(1,466,400)	(669,500)	(650,000)	(2,500,000)
** Cash Expenditures	(60,759,400)	(61,805,400)	(64,121,400)	(75,803,100)	(78,092,000)
Ending Encumbrances	(3,836,100)	(3,860,100)	(3,444,500)	0	0
Ending Free Fund Balance	\$19,664,300	\$19,048,100	\$18,964,500	\$15,881,200	\$10,670,800
By Fund					
Fish and Game Fund (0050)	912,700	(203,000)	(709,900)	12,400	227,000
Stabilization Fund (0050-01)	2,889,800	3,083,800	3,237,200	3,214,200	1,345,700
Fleet Mgmt Fund (0050-02)	4,173,200	3,821,000	4,261,300	3,831,400	3,603,800
Set-aside Fund (0051)	1,651,000	2,166,900	1,937,400	(744,600)	(3,637,000)
Expendable Trust Fund (0524)	6,294,600	6,420,500	6,368,900	5,770,700	5,406,400
Non-Expendable Trust (0530)	493,500	513,900	520,500	498,000	476,800
Non-Expend Depredation (0531)	2,259,800	2,285,800	2,304,100	2,320,900	2,338,300
Depredation (0055)	989,700	959,200	1,045,000	978,200	909,800
Ending Free Fund Balance	\$19,664,300	\$19,048,100	\$18,964,500	\$15,881,200	\$10,670,800

** Actual may include liquidation of some prior year encumbrances, estimates based on appropriation

Department of Fish and Game

Agency Profile

Analyst: Houston

Sources of Funds

	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. Fish and Game Fund (Licenses) 0050-20	\$ 29,400,800	45.6%	\$33,054,300	\$ 35,329,300
<p>All unrestricted moneys received from the sale of hunting, fishing and trapping licenses, tags, and permits, rental income, sale of capital assets, civil penalties, and interest income are put into the Fish and Game Fund. In general, these funds can be used for any fish and wildlife purpose. However, Idaho Code specifies that \$2 from each fishing license sold be used for construction, repair, or rehabilitation of State fish hatcheries, fishing lakes, or reservoirs. Idaho law also requires that \$1.50 from each resident deer and elk tag sold and \$5 from each non-resident deer and elk tag be used for the big game landowner sportsman's relations program.</p>				
2. Fish and Game Fund (Federal) 0050-21	29,321,600	45.5%	32,485,800	32,719,700
<p>There are two categories of monies received from the federal government. 1) Federal Aid is generated by a federal excise tax on guns and ammo (Pittman-Robertson) and fishing tackle and motor boat fuel (Dingell-Johnson). These dollars are apportioned to the states based on land area and the number of hunting and fishing licenses in each state. States are required to match federal aid with one dollar for each three dollars. In FY 2004, the department budgeted about \$11.4 million in Federal Aid. 2) 100% federal money is received for specific projects spelled out in a contract with the federal agency. In FY 2004, the department budgeted about \$19.8 million in 100% Federal funds. Cash balances are commingled in the Fish and Game Fund 0050-20.</p>				
3. Fish and Game Fund (Other) 0050-22	2,676,500	4.2%	3,371,800	3,781,300
<p>The Department receives money from state and local governments and non-governmental entities for specific projects, spelled out in contracts or agreements and from miscellaneous sources. These funds include mitigation funds from Idaho Power. Cash balances are commingled in fund 0050-20.</p>				
4. Set-aside Funds (License) 0051-20	1,454,700	2.3%	2,918,400	2,705,500
<p>Certain money from the sale of hunting, fishing and trapping licenses, tags and permits is restricted for specific fish and wildlife purposes specified in Idaho law. These include \$2 from each hunting license for habitat acquisition and development, \$.75 from each deer, elk, and antelope tag for winter feeding of big game, \$.75 cents from each deer, elk and antelope tag for depredation prevention, and \$4 from each salmon and steelhead permit to acquire or rehabilitate salmon and steelhead fishing access and habitat.</p>				
5. Set-aside Funds (Other) 0051-22	896,500	1.4%	2,036,800	2,244,400
<p>Every individual who has an income tax refund due may designate any portion to be deposited in the non-game fund for support of the non-game program. Monies from initial fees or renewal of any of three wildlife license plates is deposited to this fund to be used for non-game programs. Also includes fees collected from any person who is found guilty or received a withheld judgment for illegal killing, illegal possession, or illegal waste of game animals. That money is used for processing meat that is then distributed to charitable organizations.</p>				
6. Primary Depredation Fund 0055-01	86,900	0.1%	202,200	204,100
<p>The Primary Depredation Fund receives an annual transfer of \$200,000 from the Fish and Game Fund to pay up to \$10,000 (less \$1,000 deductible) for crop damage caused by antelope, elk, deer, or moose. The unspent portion is transferred back to the Fish and Game Fund at the end of each fiscal year.</p>				
7. Secondary Depredation Fund 0055-02	25,200	0.0%	202,200	204,100
<p>Used to pay for livestock depredation and crop damage exceeding \$10,000. The fund retains its interest and receives the interest from the Big Game Secondary Trust Fund (0531). Once the balance (including 0531) reached \$3 million any unused interest began flowing to the Habitat Improvement Set-aside Fund.</p>				
8. Expendable Trust Fund 0524-00	553,600	0.9%	1,134,900	854,000
<p>The principal and interest of money and property donated to the department for a specific purpose.</p>				
9. Non-Expendable Trust Fund 0530-00	20,600	0.0%	50,300	49,600
<p>Only the earnings on money and property donated conditionally to the department may be spent to fulfill the terms of certain donations or grants. The principal of the donation may not be expended.</p>				
Total	\$ 64,436,400	100.0%	\$75,456,700	\$ 78,092,000

Department of Fish and Game

Agency Profile

Analyst: Houston

Budget by Fund Source

Stockholder's Report for Fiscal Year 2005	License	Restricted and Other	Federal	Total
Wildlife Program \$ 18,863,520 25% of total				
1. Monitoring Wildlife Populations	\$2,114,057	\$ 649,784	\$ 769,367	\$3,533,208
2. Managing Wildlife Habitat	2,810,413	1,392,102	1,740,927	5,943,442
3. Big Game Damage/ Improving Landowner Relations	726,256	1,037,669	-	1,763,925
4. Emergency Winter Feeding of Wildlife	-	606,917	-	606,917
5. Trapping, Transplanting and Stocking Wildlife	102,326	5,188	10,500	118,014
6. Conserving Nongame and Endangered Wildlife	-	1,369,395	888,089	2,257,484
7. Developing Improved Ways to Manage Wildlife	900,216	596,078	933,357	2,429,651
8. Develop Hunting and Trapping Seasons	1,369,290	20,275	821,314	2,210,879
Fisheries Program \$ 26,794,980 35% of total				
1. Fish Population Management	1,039,759	182,504	2,594,939	3,817,202
2. Access	329,327	679,228	987,973	1,996,528
3. Special Projects, Development Research	302,672	417,224	2,530,279	3,250,175
4. Resident Fish Hatcheries	2,944,392	55,271	271,227	3,270,890
5. Anadromous Fish Hatcheries	12,712	1,334,920	2,814,252	4,161,884
6. Fish Health	115,403	141,739	371,543	628,685
7. Fish Marking	-	426,319	829,915	1,256,234
8. Fish Screens and Diversion	-	-	3,184,532	3,184,532
9. Regional Support and Coordination	711,830	-	450,820	1,162,650
10. Endangered Species	-	55,250	4,010,950	4,066,200
Enforcement Program \$ 8,746,506 12% of total				
1. Regional Enforcement	7,874,024	-	-	7,874,024
2. Enforcement Operations	316,620	58,018	-	374,638
3. Enforcement Special Operations	285,900	-	-	285,900
4. Statewide Enforcement Training	123,159	-	-	123,159
5. Threatened & Endangered Enforcement & Education	-	88,785	-	88,785
Natural Resource Program \$ 3,582,796 5% of total				
1. Technical Assistance	561,475	-	1,094,432	1,655,907
2. Wildlife Mitigation and Land Acquisition	11,021	-	297,220	308,241
3. Conservation Data Center	-	321,925	600,402	922,327
4. Idaho Fish and Wildlife Information System	127,469	-	568,852	696,321
Communications Program \$ 3,400,161 4% of total				
1. Regional Programs	807,882	31,063	431,258	1,270,203
2. Aquatic Education	-	59,234	340,548	399,782
3. Hunter Education	15,292	84,529	329,418	429,239
4. Education	-	227,613	-	227,613
5. Headquarters Information and Education	1,060,972	12,352	-	1,073,324
Engineering Program \$ 914,300 1% of total				
1. Engineering Management	321,117	-	-	321,117
2. Construction/Support	510,591	-	-	510,591
3. Boise Warehouse	82,592	-	-	82,592
Administration Program \$ 13,500,739 18% of total				
1. Sportsman's database, licensing, controlled hunts	1,335,496	-	929,846	2,265,342
2. Regional Office Operations	1,359,930	11,900	898,202	2,270,032
3. Financial Management	2,145,779	78,995	2,530,941	4,755,715
4. Commission and Director	719,406	-	253,507	972,913
5. Information Technology	724,194	-	1,154,838	1,879,032
6. Fleet Management	1,357,705	-	-	1,357,705
Grand Total All Programs	\$33,219,277	\$9,944,277	\$32,639,448	\$75,803,002

Department of Fish and Game

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	522.00	0	75,456,700	522.00	0	75,456,700
HB 805 One-time 1% Salary Increase	0.00	0	346,400	0.00	0	346,400
Governor's Rescission	0.00	0	0	0.00	0	(166,100)
FY 2005 Total Appropriation	522.00	0	75,803,100	522.00	0	75,637,000
Non-Cognizable Funds and Transfers	1.00	0	0	1.00	0	0
FY 2005 Estimated Expenditures	523.00	0	75,803,100	523.00	0	75,637,000
Removal of One-Time Expenditures	(1.00)	0	(7,098,200)	(1.00)	0	(7,033,800)
Base Adjustments	0.00	0	(1,582,700)	0.00	0	(1,481,000)
FY 2006 Base	522.00	0	67,122,200	522.00	0	67,122,200
Benefit Costs	0.00	0	719,900	0.00	0	557,300
Inflationary Adjustments	0.00	0	345,400	0.00	0	0
Replacement Items	0.00	0	5,155,300	0.00	0	4,166,800
Nonstandard Adjustments	0.00	0	(247,400)	0.00	0	(247,400)
Change in Employee Compensation	0.00	0	382,400	0.00	0	382,400
27th Payroll	0.00	0	1,443,800	0.00	0	1,443,800
Fund Shifts	0.00	0	0	0.00	0	0
FY 2006 Program Maintenance	522.00	0	74,921,600	522.00	0	73,425,100
1. Lemhi Conservation Agreement	1.00	0	0	1.00	0	0
2. Regional Office Leases	0.00	0	290,500	0.00	0	114,000
3. Fee Increase Priorities	0.00	0	600,500	0.00	0	0
4. Maintain Computer Systems	0.00	0	169,000	0.00	0	27,600
5. Private Land Habitat Improvement	0.00	0	77,200	0.00	0	74,000
6. Native Fish Management	0.00	0	109,700	0.00	0	39,900
7. Additional Equipment	0.00	0	105,900	0.00	0	59,200
8. Non-game & Endangered Wildlife	0.00	0	53,500	0.00	0	53,500
9. Outreach, Education, and Volunteers	0.00	0	91,000	0.00	0	59,300
10. Boating and Fishing Access	0.00	0	229,200	0.00	0	218,900
11. State Wolf Management Program	2.00	0	305,000	2.00	0	305,000
12. Shooting Range Development	0.00	0	95,000	0.00	0	95,000
13. Fish Research	0.00	0	159,100	0.00	0	132,200
14. Wildlife Management	0.00	0	73,400	0.00	0	58,500
15. Hatchery Operations and Maintenance	0.00	0	134,600	0.00	0	126,000
16. Rare Plants	0.00	0	104,000	0.00	0	104,000
17. Anadromous Fish Management	0.00	0	217,800	0.00	0	217,800
18. Fish Screens	0.00	0	355,000	0.00	0	355,000
FY 2006 Total	525.00	0	78,092,000	525.00	0	75,465,000
Change from Original Appropriation	3.00	0	2,635,300	3.00	0	8,300
% Change from Original Appropriation			3.5%			0.0%

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	522.00	0	42,970,900	32,485,800	75,456,700
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	194,400	152,000	346,400
Governor's Recommendation	0.00	0	194,400	152,000	346,400
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of \$64,400 not needed to implement HB 805. In addition, the Governor recommends removal of \$101,700 risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	0	(103,500)	(62,600)	(166,100)
FY 2005 Total Appropriation					
Agency Request	522.00	0	43,165,300	32,637,800	75,803,100
Governor's Recommendation	522.00	0	43,061,800	32,575,200	75,637,000
Non-Cognizable Funds and Transfers					
Adjust full-time equivalent positions (FTP) between fund sources. Transfer 1 position from Administration to Communications. This position is responsible for front desk information and sales of licenses and tags. Add one position to work exclusively on the Lemhi Conservation Agreement funded with federal funds already in the base. The FTP is removed before the base then requested as ongoing in the first enhancement.					
Agency Request	1.00	0	0	0	0
Governor's Recommendation	1.00	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	523.00	0	43,165,300	32,637,800	75,803,100
Governor's Recommendation	523.00	0	43,061,800	32,575,200	75,637,000
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	(1.00)	0	(4,662,100)	(2,436,100)	(7,098,200)
Governor's Recommendation	(1.00)	0	(4,627,500)	(2,406,300)	(7,033,800)
Base Adjustments					
Transfer \$5,500 in personnel costs from Administration to Natural Resource Policy. Transfer \$495,300 in operating expenditures license funds from Administration to Enforcement, Fisheries, Wildlife, Communications, and Engineering. Transfer \$472,100 in federal spending authority from Natural Resource Policy and Communications to Wildlife and Fisheries. Reduce federal fund spending authority by \$1,065,900. Reduce expendable trust fund spending authority by \$310,000, set-aside spending authority by \$30,000, fish and game other (mitigation) spending authority by \$175,600 and license spending authority by \$1,200.					
Agency Request	0.00	0	(516,800)	(1,065,900)	(1,582,700)
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	0	(447,900)	(1,033,100)	(1,481,000)
FY 2006 Base					
Agency Request	522.00	0	37,986,400	29,135,800	67,122,200
Governor's Recommendation	522.00	0	37,986,400	29,135,800	67,122,200

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	350,800	369,100	719,900
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	271,600	285,700	557,300
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	208,400	137,000	345,400
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Includes \$46,700 for software, \$2,043,300 for 92 vehicles (4 vans, 2 suburbans, 6 SUVs, 76 4x4 pickups, and 4 heavy trucks), \$789,700 for computer equipment, \$1,210,000 for field equipment (including 27 snowmobiles, 20 ATVs, 14 motorcycles, and other motorized equipment), \$11,600 for office equipment and furniture, and includes \$1,054,000 for facility repairs. The department has phased-in the fleet management program to include passenger vehicles (phase I), large trucks (phase II), and snowmobiles, boats, ATV's and motorcycles (phase III). The department is seeing reduced repair and maintenance costs due to the fleet management program.					
Agency Request	0.00	0	4,024,300	1,131,000	5,155,300
<i>The recommendation funds 75% of the license fund request and 100% of the non-license fund request. The reduction is made to keep the license fund balanced should the legislature choose not to increase license fees.</i>					
Governor's Recommendation	0.00	0	3,035,800	1,131,000	4,166,800
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their prior-year actual use of certain services. Non-standard adjustments include Attorney General \$1,200, State Controller (\$283,500), State Treasurer (\$5,400), and changes in property and casualty insurance premiums \$40,300. This decision unit also includes object transfers moving spending authority from operating expenditures to personnel costs totaling \$124,700					
Agency Request	0.00	0	(150,300)	(97,100)	(247,400)
Governor's Recommendation	0.00	0	(150,300)	(97,100)	(247,400)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	213,900	168,500	382,400
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	213,900	168,500	382,400
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	777,300	666,500	1,443,800
Governor's Recommendation	0.00	0	777,300	666,500	1,443,800

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Fund Shifts

Shifts \$70,100 from license fees and mitigation funds spending authority to set-aside and federal spending authority.

Agency Request	0.00	0	(35,400)	35,400	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(35,400)</i>	<i>35,400</i>	<i>0</i>

FY 2006 Program Maintenance					
Agency Request	522.00	0	43,375,400	31,546,200	74,921,600
<i>Governor's Recommendation</i>	<i>522.00</i>	<i>0</i>	<i>42,099,300</i>	<i>31,325,800</i>	<i>73,425,100</i>

1. Lemhi Conservation Agreement

Fisheries

As the 2004 session came to a close, the Department notified Legislative staff that it wanted to reopen its 2005 budget request to include a staff biologist to do Lemhi Effectiveness Monitoring. Because the cost estimates were sketchy, the Department's budget had already been set, and the source of funding was from federal monies, the JFAC co-chairmen asked the Department to seek non-cognizable spending authority. Shortly after the session ended, the Department of Fish and Game and the Office of Species Conservation (OSC) asked the Governor and he approved an additional position for Fish and Game to work exclusively on issues related to the Lemhi River and the Lemhi Conservation Agreement. Initial funding came from resources within the Department's base. Since then, the Department and the OSC have received long-term funding commitments from the Pacific Coastal Salmon Recovery Fund. There is no request for additional spending authority. Sufficient federal spending authority for a fisheries biologist, temporary employees, travel and supplies is included in the Fisheries Program base. [Ongoing]

Agency Request	1.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

2. Regional Office Leases

Administration

This is the incremental rent expense for new regional offices in Salmon, Jerome, and Lewiston. The projects are in various stages of construction and all three will be leased from the Idaho Fish and Wildlife Foundation under long-term leases. Lease rates are predetermined for 20 years and the department will own the facilities at the end of the lease term. The source of the funding is 60% license fee moneys and 40% federal overhead funds. [Ongoing]

Agency Request	0.00	0	176,500	114,000	290,500
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>114,000</i>	<i>114,000</i>

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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3. Fee Increase Priorities Enforcement, Wildlife, Commun., Natural Resource Pol.

Provides funding for five department priorities. 1) Includes \$75,000 in personnel costs to upgrade 12 Conservation Officer (CO) positions to Senior Conservation Officers (SCO). Six of the positions will assume new patrol areas to allow certain District Conservation Officers to concentrate on supervisory responsibilities. The other six positions will assume regional responsibilities and will assist in statewide criminal investigations targeting illegal commercialization and professional poachers. Future SCO openings will be announced in their current patrol areas and hired at CO until completion of their probationary period. The officer will be promoted and upgraded to the senior position without relocation. 2) Includes \$66,300 in personnel costs (\$80,000 in license fees netted against a reduction of \$13,700 in federal funds) and \$110,000 in operating expenditures to improve mule deer populations. The mule deer initiative focuses on habitat improvement and predator control to improve herds statewide, with emphasis on Southeastern Idaho. 3) Includes an additional \$150,000 for Access Yes! This will bring that budget to \$450,000 counting the \$300,000 approved in last year's budget. 4) Includes \$86,500 in personnel costs, \$11,200 in operating expenditures and \$1,500 in capital outlay from license fees for the Communications Program. Funding will be used to increase public involvement in activities benefiting fish and wildlife. Volunteer programs will be expanded to include a 6-month temporary coordinator in each of the Clearwater, Magic Valley, and Upper Snake Regions. Two temporary 6-month wildlife educators will service the Southeast region. One 8-month temporary will be based at the Boise headquarters. And 5) includes \$62,200 in personnel costs for a full-time employee and \$37,800 in operating expenditures to conduct public opinion surveys. The department would use an existing vacant FTP. **REQUIRES \$614,200 IN LICENSE FEES. ASSUMES PASSAGE OF LICENSE FEE BILL. [\$1,500 one-time]**

Agency Request	0.00	0	614,200	(13,700)	600,500
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Removes the license fund portion of the request in order to live within current revenue projections. Adjustments to federal funds are also removed.

Governor's Recommendation	0.00	0	0	0	0
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4. Maintain Computer Systems Administration

Spending authority is requested to continue the process of improving the department's computer systems. Refinement and simplification of existing systems will reduce transaction costs, save man-hours and provide more timely and more meaningful management information. The source of funding is 84% license fees and 16% federal overhead allocation funds. The request includes \$6,000 for communications costs, \$9,000 for training, \$53,700 for professional services, \$4,000 for travel, \$46,300 for computer supplies, and \$50,000 for computer equipment. **[\$50,000 one-time]**

Agency Request	0.00	0	141,400	27,600	169,000
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Removes the license fund portion of the request in order to live within current revenue projections.

Governor's Recommendation	0.00	0	0	27,600	27,600
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Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Private Land Habitat Improvement					
					Wildlife, Winter Feeding and Habitat Improvement
<p>The department requests spending authority for a private lands staff biologist to implement a statewide habitat improvement program on private land for species of concern. The request includes \$74,700 for the position, \$39,000 for temporary help, and a reduction of \$36,500 in operating expenditures for a total of \$77,200. Although the request reflects 96% federal U.S. Fish and Wildlife grants and 4% dedicated license fee moneys, the object transfer brings the state's match to 25% for the position. An additional FTP is not necessary because the department will reclassify a research biologist to the private lands staff biologist upon completion of the research project. The request also includes funding for two temporary Farm Bill Coordinators. These department employees will work in National Resource Conservation Service (NRCS) offices where NRCS staff are unable to provide adequate technical assistance to private landowners regarding the Wildlife Habit Incentives Program, Wetlands Reserve Program, Environmental Quality Incentives Program, and Conservation Reserve Programs. The state funding is accomplished by shifting \$44,000 in license fee spending authority from operating to personnel costs. The 50% federal funding is through a contractual agreement and is not shown in Fish and Game's budget. [Ongoing]</p>					
Agency Request	0.00	0	3,200	74,000	77,200
<i>Removes \$3,200 from the license fund portion of the request but leaves the object transfer and federal funding in place.</i>					
Governor's Recommendation	0.00	0	0	74,000	74,000
6. Native Fish Management					Fisheries
<p>Funding is requested to continue work to improve population levels of native fish by establishing new fishing ponds, procuring lab equipment for the fish health lab, adding electro fishers, and providing additional temporary employee time for regional fish surveys. The statewide fish management program is essential for providing native fishing opportunities for over 400,000 anglers. The request includes \$40,700 for temporary employees and \$69,000 for fish shocking and analytical equipment. The fund source is 64% license fees, 22% mitigation funds, and 14% Dingell-Johnson federal funds. [\$69,000 one-time]</p>					
Agency Request	0.00	0	94,000	15,700	109,700
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
Governor's Recommendation	0.00	0	24,200	15,700	39,900
7. Additional Equipment					Administration, Wildlife, Winter Feeding & Hab. Imp.
<p>Spending authority is requested for additional equipment throughout the state. 1) Additional capital outlay for the administration program is \$73,300 for office furnishings, computers, and office equipment. The funding source is 56% license fees and 44% federal funds. 2) The Wildlife Program request includes \$15,600 for field equipment (power washer, generator, radios) and data collection equipment (data recorders, spotting scopes). The source of the funding is 37% license fees and 63% from dedicated wildlife mitigation sources. And 3) \$17,000 is requested for the Winter Feeding and Habitat Improvement Program from depredation prevention set-aside funds for a used forklift, pellet delivery sled, and for painting of feed storage sheds and barns. [One-time]</p>					
Agency Request	0.00	0	73,600	32,300	105,900
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
Governor's Recommendation	0.00	0	26,900	32,300	59,200

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
8. Non-game & Endangered Wildlife					Wildlife
<p>The department requests \$30,000 in additional funding to increase temporary wildlife technician hours for the regional offices from 2.6 months to 4 months for each of 8 technicians and to increase one temporary regional nongame wildlife biologist up to 1385 hours. Also, \$22,000 is requested for travel, supplies, and leases and \$1,500 is needed for a digital camera, spotting scope, and binoculars. These positions conduct surveys and monitor projects needed to provide information relating to the distribution of wildlife species and their habitats. This information is necessary as part of Idaho's Comprehensive Wildlife Conservation Strategy required by the U.S. Fish and Wildlife Service as a condition for the state to receive State Wildlife Grants. The source of the dedicated funding is from nongame wildlife license plate funds. Federal funding is from State Wildlife Grants. [\$1,500 one-time]</p>					
Agency Request	0.00	0	51,300	2,200	53,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>51,300</i>	<i>2,200</i>	<i>53,500</i>
9. Outreach, Education, and Volunteers					Administration, Communications
<p>Requests funding for \$14,000 for increased administration costs of mailing and handling due to the department's focus on community outreach. Also includes \$77,000 in the Communications Program for additional resources to enhance outreach, education, and volunteer efforts. An emphasis will be placed on providing additional hunter education programs throughout the state. The request includes \$51,300 in personnel costs for temporary employees, \$36,200 in operating costs for communications costs and \$3,500 in capital outlay for classroom equipment. The source of funding is 35% license fees, 16% from fines, 13% from set-aside funds (classroom fees, license plates, or donations), and 36% federal funds.</p>					
Agency Request	0.00	0	58,100	32,900	91,000
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>26,400</i>	<i>32,900</i>	<i>59,300</i>
10. Boating and Fishing Access					Fisheries
<p>The department is requesting spending authority for the boating and fishing access program. Funds will be used to maintain and upgrade existing sites, purchase new sites, and install handicap accessible facilities. Miscellaneous equipment is needed for general maintenance. The source of the funding is 5% license fees, 82% from the Salmon and Steelhead Permits Set-aside Fund, and 13% from federal Dingell-Johnson program funds. [One-time]</p>					
Agency Request	0.00	0	198,300	30,900	229,200
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>188,000</i>	<i>30,900</i>	<i>218,900</i>
11. State Wolf Management Program					Wildlife
<p>The department requests \$103,000 for two new full-time equivalent positions, \$110,000 for temporary help, and \$92,000 for operating expenditures to implement statewide wolf management and monitoring in accordance with the legislatively approved State Wolf Management Plan. Although funding is from the U.S. Fish and Wildlife Service, it appears as dedicated because it is passed through the Idaho Office of Species Conservation. [Ongoing]</p>					
Agency Request	2.00	0	305,000	0	305,000
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>0</i>	<i>305,000</i>	<i>0</i>	<i>305,000</i>
12. Shooting Range Development					Communications
<p>This request provides spending authority to develop public shooting ranges for use by hunter education students, hunters, law enforcement, sports groups and the general public. Funding is from fines levied for violation of fish and game statutes and from federal Pittman-Roberts funds. Estimates include \$60,000 for site developments and \$35,000 for materials and equipment. [One-time]</p>					
Agency Request	0.00	0	60,000	35,000	95,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>60,000</i>	<i>35,000</i>	<i>95,000</i>

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
13. Fish Research					Fisheries
Provides \$47,600 for temporary biological aides and fishery technicians, \$11,600 for operating expenditures and \$99,900 for field equipment and laboratory equipment. Genetic analysis is critical for Endangered Species Act (ESA) species identification. The source of funding is \$26,900 from license funds and \$132,200 from federal Bonneville Power Administration Funds. [\$99,000 one-time]					
Agency Request	0.00	0	26,900	132,200	159,100
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
Governor's Recommendation	0.00	0	0	132,200	132,200
14. Wildlife Management					Wildlife, Winter Feeding and Habitat Improvement
This request includes three items. 1) It transfers a limited service regional wildlife biologist position to the Southeast region and adds \$29,600 (\$13,100 license fees, \$18,500 in mitigation funds, and a reduction of \$2,000 in federal funds) to coordinate the Mule Deer Initiative. 2) It adds funding for the Statewide Habitat Program in the amounts of \$18,100 for temporary employees, \$14,100 in operating expenditures, and \$7,000 in capital outlay. Funds will be used to maintain current levels of operation and maintenance of department managed lands and to provide technical assistance to private and public land managers. Funding is \$7,900 from license fees, \$600 from the Mitigation Trust Fund, and \$30,700 from a Bureau of Reclamation federal grant. 3) This decision unit also adds \$3,200 to the Winter Feeding Program from license funds for temporary employees to address landowner relations and \$1,400 from the Habitat Improvement Set-aside to purchase a trailer-mounted crane. [\$7,000 one-time]					
Agency Request	0.00	0	44,700	28,700	73,400
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
Governor's Recommendation	0.00	0	20,500	38,000	58,500
15. Hatchery Operations and Maintenance					Fisheries
This decision unit includes \$28,200 for temporary help, \$92,800 in operating expenditures, and \$13,600 in capital outlay to continue efficient repair and maintenance throughout the statewide hatchery system. Hatcheries are necessary to maintain fishable populations of resident fish and anadromous salmon and steelhead, and to help protect wild stocks. Funding is \$8,600 from license fees, \$16,200 from mitigation funds, and \$109,800 from federal funds. [\$13,600 one-time]					
Agency Request	0.00	0	24,800	109,800	134,600
<i>Removes the license fund portion of the request in order to live within current revenue projections.</i>					
Governor's Recommendation	0.00	0	16,200	109,800	126,000
16. Rare Plants					Natural Resource Policy
This decision unit addresses the 2003 change in Idaho Code that transferred the responsibility for managing rare plants from the Department of Parks and Recreation to the Department of Fish and Game. The department anticipates an increase in federal grants for inventory, monitoring and conservation planning for rare plants. Personnel costs of \$89,000 will provide temporary employees and \$15,000 is requested for travel, supplies, rentals, and miscellaneous expenditures. Funding is 13% from State non-game sources (license plates and the non-game check-off) and 87% from the federal (Section 6, ESA) U.S. Fish and Wildlife Service. The state funding will be used to cover training and other activities that are not covered by the federal contract. [Ongoing]					
Agency Request	0.00	0	13,700	90,300	104,000
Governor's Recommendation	0.00	0	13,700	90,300	104,000

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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17. Anadromous Fish Management

Fisheries

The department requests \$89,300 in personnel costs, \$36,400 in operating expenditures and \$92,100 in capital outlay to mark hatchery salmon and steelhead. This enhancement will enable the department to continue contractual obligations under the Endangered Species Act for salmon and steelhead. Marking allows for a sport fishing program while protecting our wild stocks. Equipment includes pit tag wands, scopes, a fish lift system, and fish trapping equipment. The funding source is 51% from Idaho Power mitigation funds and 49% from federal Bonneville Power Administration funds. [\$92,100 one-time]

Agency Request	0.00	0	111,200	106,600	217,800
Governor's Recommendation	0.00	0	111,200	106,600	217,800

18. Fish Screens

Fisheries

The department requests \$59,000 in personnel costs for temporary biological aides and fishery technicians and \$296,000 in capital outlay for the fish screen program in Salmon. Additional fish screens are needed to protect migrating salmon and steelhead. The source of the funding is from Mitchell Act federal funds. The Mitchell Act (16 USC 755-757; 52 Stat. 345) authorizes the Secretary of the Interior to carry on activities for conservation of fishery resources in the Columbia River Basin. The Mitchell Act specifically directs establishment of salmon hatcheries, conduct of engineering and biological surveys and experiments, and installation of fish protective devices. [\$296,000 one-time]

Agency Request	0.00	0	0	355,000	355,000
Governor's Recommendation	0.00	0	0	355,000	355,000

FY 2006 Total					
Agency Request	525.00	0	45,372,300	32,719,700	78,092,000
Governor's Recommendation	525.00	0	42,942,700	32,522,300	75,465,000

Agency Request

Change from Original App	3.00	0	2,401,400	233,900	2,635,300
% Change from Original App	0.6%		5.6%	0.7%	3.5%

Governor's Recommendation

Change from Original App	3.00	0	(28,200)	36,500	8,300
% Change from Original App	0.6%		(0.1%)	0.1%	0.0%

Idaho Legislative Budget Book

Board of Land Commissioners

2005 Legislative Session

Investment Board, Endowment Fund	4 - 29
Lands, Department of	4 - 37

Board of Land Commissioners

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Investment Board, Endow Fund	630,300	544,500	550,200	575,400	571,700
Lands, Department of	34,679,100	41,114,900	36,737,700	38,940,600	38,583,300
Total:	35,309,400	41,659,400	37,287,900	39,516,000	39,155,000
BY FUND CATEGORY					
General	4,773,000	4,489,500	4,809,800	5,012,100	4,913,900
Dedicated	24,871,600	32,466,700	26,787,900	28,035,800	27,825,600
Federal	5,664,800	4,703,200	5,690,200	6,468,100	6,415,500
Total:	35,309,400	41,659,400	37,287,900	39,516,000	39,155,000
Percent Change:		18.0%	(10.5%)	6.0%	5.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	14,026,400	18,047,200	15,660,600	16,652,000	16,602,200
Operating Expenditures	10,203,900	18,307,200	9,906,400	9,715,200	9,587,200
Capital Outlay	497,300	1,187,300	996,800	682,500	647,700
Trustee/Benefit	721,300	4,117,700	721,300	1,875,600	1,869,300
Lump Sum	9,860,500	0	10,002,800	10,590,700	10,448,600
Total:	35,309,400	41,659,400	37,287,900	39,516,000	39,155,000
Full-Time Positions (FTP)	254.61	254.61	264.61	267.61	267.61

Department Description

Idaho Code §58-101 creates the Department of Lands: "The governor, secretary of state, attorney general, state controller, and superintendent of public instruction being constituted a state board of land commissioners by section 7 of article 9, of the constitution of the state, as such board, have the direction, control and disposition of the public lands of the state. The board shall exercise the said constitutional functions through the instrumentality of a department of lands which is hereby created." Idaho Code §67-2402 lists the Department of Lands as one of the 20 executive branch departments authorized by Section 20 of Article 4 of the state Constitution.

Idaho Code §57-718 places the Endowment Fund Investment Board under the Land Board, effective July 1, 2000: "There is hereby established in the state board of land commissioners an endowment fund investment board."

Endowment Fund Investment Board

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	630,300	544,500	550,200	575,400	571,700
Percent Change:		(13.6%)	1.0%	4.6%	3.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	408,800	347,900	338,700	358,300	357,300
Operating Expenditures	215,700	172,000	206,500	209,600	206,900
Capital Outlay	5,800	24,600	5,000	7,500	7,500
Total:	630,300	544,500	550,200	575,400	571,700
Full-Time Positions (FTP)	5.00	5.00	4.00	4.00	4.00

Division Description

The State Legislature created the Endowment Fund Investment Board in 1969 (Idaho Code §57-718), after the passage of a constitutional amendment in 1968. Through active management of the endowment funds (§57-721) and the State Insurance Fund (§72-912), the Endowment Fund Investment Board provides income to the funds' beneficiaries and growth of principal through realized gains. The board is also responsible for contracting the investment managers for the Judge's Retirement Fund (§1-2008).

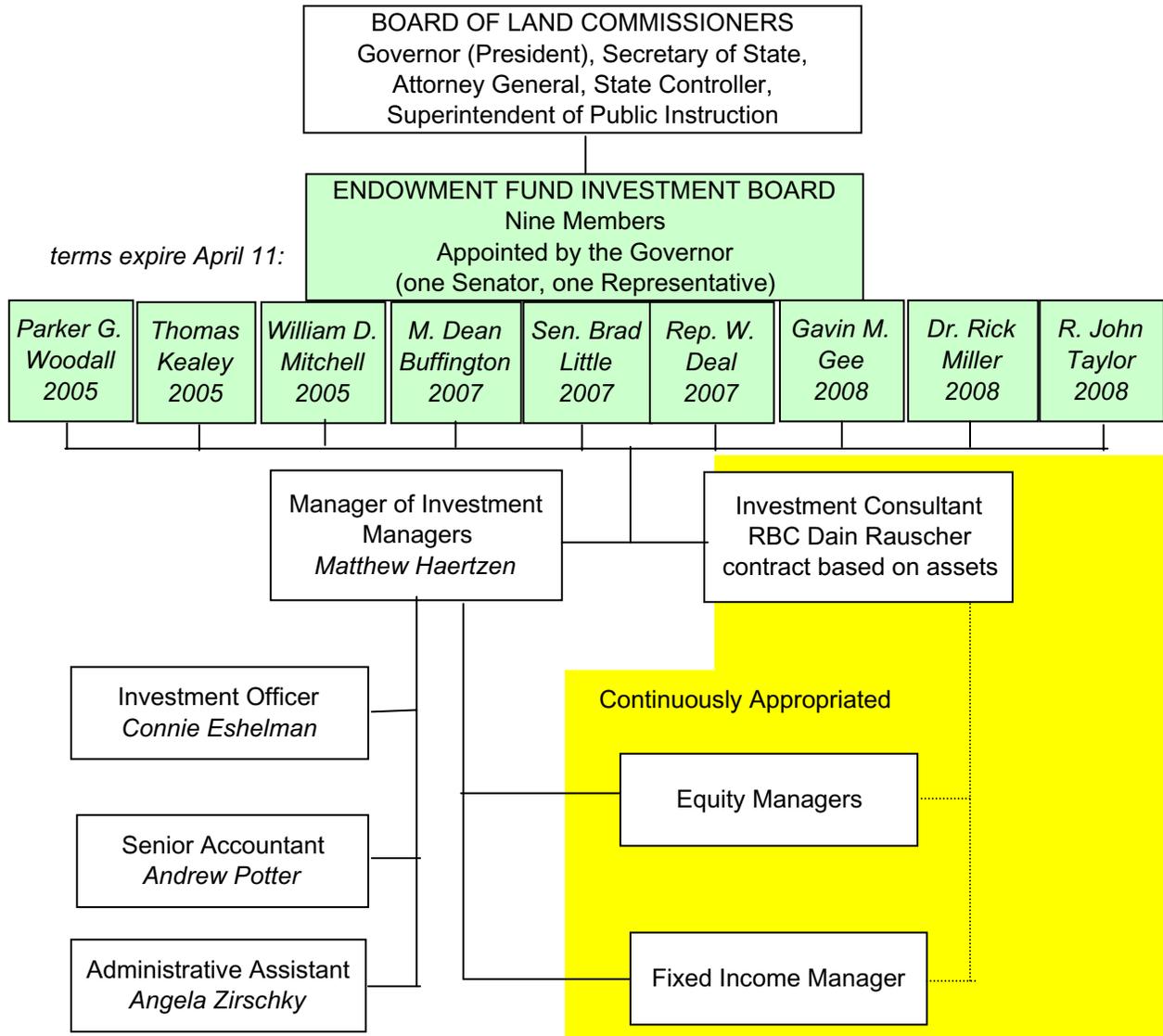
The 1998 legislature approved four pieces of legislation (HJM 9, HJR 6, HJR 8, and HB 643aa) that began the latest round of "Endowment Reform". 1) HJM 9 requested that Congress allow proceeds from the sale of public school endowment lands to be deposited into a land bank to be used to purchase other lands. Congress later approved the memorial. 2) HJR 6 proposed amendments to the state constitution to change the word "disposal" to "sale" and to allow a land bank. Voters approved the constitutional amendment but the Supreme Court later invalidated the amendment, ruling that the amendment contained two questions and was not put properly before the people. The land board resubmitted the constitutional amendment regarding the land bank as HJR 1 in 2000 and the electorate approved the amendment in November of 2000. 3) HJR 8 proposed amendments to the State Constitution to allow the permanent fund to be invested rather than loaned, to create an earnings reserve, and to allow for payment of administrative costs from the earnings reserve. Voters approved that constitutional amendment in November of 1998. 4) HB 643aa of 1998 set up the distribution mechanisms necessary for the permanent funds, the earnings reserve and the income funds. The bill moved the Endowment Fund Investment Board from the Governor's Office to the Land Board effective July 1, 2000. Therefore, actual expenditures before FY 2001 are shown in the Executive Office of the Governor. The legislation also set up a land bank, and changed the makeup of the Board. The makeup of the nine member Board changed to remove the Superintendent of Public Instruction and the Director of the Department of Finance and replaced them with two "public members from the citizenry at large who are knowledgeable and experienced in financial matters and the placement or management of investment assets" (§57-718). SB 1107 of 1999 changed the effective date of certain sections of HB 643aa to allow investment in equities effective February 15, 1999.

Furthermore, HB 690aa of 1998 established the Capitol Commission and the Capitol Endowment from the former Public Building Endowment. The legislation became effective on July 1, 1998 creating a potential conflict with HB643aa which became effective July 1, 2000. However, during the 2000 session, the legislature resolved that conflict by repealing the Public Building Endowment.

Endowment Fund Investment Board

Agency Profile

Analyst: Houston



Fund Sources	FY 2004	FY 2005	FY 2006
	Expenditures	Total Approp.	Request
1. Endowment Earnings Reserve Administrative Fund (0482-70)	414,700	402,000	404,300
Amendments to the Idaho State Constitution effective July 1, 2000 allowed the legislature to appropriate administrative costs from the endowment earnings. The legislature provides a fixed appropriation for the salaries and operating costs of the staff and a continuous appropriation for external investment costs. Separate statutory changes to the Capitol Endowment did not specify administrative uses by the Endowment Fund Investment Board.			
2. Miscellaneous Revenue Fund (0349-00)	129,800	151,000	171,100
The Endowment Fund Investment Board invests certain balances of the State Insurance Fund. This constituted approximately 31.95% of the Board's investments in FY 2004. The appropriation is adjusted annually to insure that earnings pay for the administrative costs of managing the State Insurance Fund portion of the Board's portfolio.			
Total	\$ 544,500	\$ 553,000	\$ 575,400

Endowment Fund Investment Board

Agency Profile

Analyst: Houston

State Insurance Fund - Performance

All dollar figures are in millions	FY 2003 Actual	FY 2004 Actual	FY 2005 Estimate	FY 2006 Estimate
1. State Insurance Fund Book Values	\$311.77	\$357.81	\$375.71	\$394.49
2. Cost of management by Endowment Fund Investment Board	\$0.14	\$0.13	\$0.15	\$0.17
3. Admin. cost as a percentage of funds under management (a basis point is 1/100 of 1%)	0.04%	0.04%	0.04%	0.04%
4. State Insurance Fund - Investment Gain	\$12.70	\$17.67	NA	NA
5. State Insurance Fund - percentage return	4.2%	2.1%	NA	NA

Endowment Funds - Performance

1. Beginning Value All Endowments July 1	\$663.8	\$653.5	\$761.5	\$799.5
Accrual adjustments to beginning value	0.0	\$1.3	0.0	0.0
Lands Contributions	\$51.5	\$63.9	\$58.0	\$55.8
Lands Expenses	(14.3)	(13.1)	(16.8)	(16.8)
Distributions to beneficiaries	(57.0)	(55.1)	(37.7)	(31.1)
EFIB Expenses	(3.3)	(2.8)	(2.7)	(2.8)
Investment Gain (Loss)	\$12.8	\$113.8	\$37.2	\$34.9
Ending Value June 30	<u>\$653.5</u>	<u>\$761.5</u>	<u>\$799.5</u>	<u>\$839.5</u>
Total Return reported or estimated by EFIB	3.7%	16.8%	5.0%	5.0%
Ballpark return*	1.9%	17.4%	4.9%	4.4%
* Ballpark percentage return calculated as the Investment Gain (Loss) over beginning value.				
2. Public School Endowment Fund Market Value	\$439.8	\$516.1	\$541.9	\$569.0
3. Pooled Endowment Funds Market Value	\$213.7	\$245.4	\$257.6	\$270.5
4. Total Public School and Pooled	<u>\$653.5</u>	<u>\$761.5</u>	<u>\$799.5</u>	<u>\$839.5</u>
5. Public School Endowment Distribution	\$37.1	\$37.8	\$23.0	\$18.5
6. Pooled Endowment Distribution	\$19.9	\$17.4	\$14.7	\$12.7
7. Public School and Pooled Distributions	<u>\$57.0</u>	<u>\$55.1</u>	<u>\$37.7</u>	<u>\$31.1</u>
8. Cost of outside consultants, equity managers, and bank fees	\$2.5	\$2.2	\$2.3	\$2.4
9. Cost of management by Endowment Fund Investment Board	\$.4	\$.4	\$.4	\$.4
10. Admin. cost as a percentage of funds under management (a basis point is 1/100 of 1%)	0.45%	0.34%	0.34%	0.33%

Endowment Fund Investment Board Agency Profile

Analyst: Houston

Endowment Distributions to the Beneficiaries

On August 31, 2004, the Endowment Fund Investment Board (EFIB) submitted their budget request to the Division of Financial Management and the Legislative Services Office. The budget contains their endowment distribution recommendations for FY 2006. For public schools, the FY 2006 recommendation is \$4.5 million less than the FY 2005 appropriation. Including the pooled endowments, the FY 2006 distribution is \$6.55 million or 17.4% less than this year.

Fiscal Year	Total Pooled & Public Schools			\$ Change from previous year			% Change from previous year		
	Pooled	Public Schools	Public Schools	Pooled	Public Schools	Public Schools	Pooled	Public Schools	Pooled & Public Schools
2006*	12,655,800	18,469,700	31,125,500	(2,062,600)	(4,488,100)	(6,550,700)	(14.0%)	(19.5%)	(17.4%)
2005*	14,718,400	22,957,800	37,676,200	(2,636,600)	(14,792,200)	(17,428,800)	(15.2%)	(39.2%)	(31.6%)
2004	17,355,000	37,750,000	55,105,000	(2,570,000)	693,500	(1,876,500)	(12.9%)	1.9%	(3.3%)
2003	19,925,000	37,056,500	56,981,500	(2,040,000)	(10,618,500)	(12,658,500)	(9.3%)	(22.3%)	(18.2%)
2002	21,965,000	47,675,000	69,640,000	1,215,000	2,975,000	4,190,000	5.9%	6.7%	6.4%
2001	20,750,000	44,700,000	65,450,000	1,524,717	1,946,189	3,470,906	7.9%	4.6%	5.6%
2000	19,225,283	42,753,811	61,979,094	2,118,383	1,422,696	3,541,079	12.4%	3.4%	6.1%
1999	17,106,900	41,331,115	58,438,015	910,750	1,290,316	2,201,066	5.6%	3.2%	3.9%
1998	16,196,150	40,040,799	56,236,949	336,808	3,881,001	4,217,809	2.1%	10.7%	8.1%
1997	15,859,342	36,159,798	52,019,140	1,118,948	4,781,702	5,900,650	7.6%	15.2%	12.8%
1996	14,740,394	31,378,096	46,118,490	2,214,084	951,841	3,165,925	17.7%	3.1%	7.4%
1995	12,526,310	30,426,255	42,952,565						

Fiscal Year	Agricultural College	Charitable Institutions ¹	Normal School ²	Penitentiary	School of Science	Mental Hospital	University of Idaho	Total Pooled
2006*	745,900	2,641,400	2,386,500	926,900	2,664,900	1,227,000	2,063,200	12,655,800
2005*	760,800	2,814,900	2,741,300	1,134,200	3,136,900	1,499,400	2,630,900	14,718,400
2004	960,000	3,430,000	3,195,000	1,215,000	3,785,000	1,660,000	3,110,000	17,355,000
2003	1,139,000	4,070,000	3,695,000	1,358,000	4,254,000	1,905,000	3,504,000	19,925,000
2002	1,280,000	4,673,000	4,068,000	1,566,000	4,709,000	2,024,000	3,645,000	21,965,000
2001	1,127,000	4,502,000	3,788,000	1,521,000	4,479,000	1,845,000	3,488,000	20,750,000
2000	964,277	3,806,215	3,870,068	1,251,157	3,778,442	2,462,520	3,092,604	19,225,283
1999	873,990	3,840,734	3,312,164	1,200,994	3,535,388	1,716,600	2,627,030	17,106,900
1998	888,342	3,395,470	3,158,530	1,122,762	3,096,427	1,944,081	2,590,538	16,196,150
1997	819,356	3,586,560	3,214,554	1,122,666	3,244,258	1,394,933	2,477,015	15,859,342
1996	770,790	3,132,278	2,721,294	1,282,320	2,806,409	1,581,336	2,445,967	14,740,394
1995	722,892	2,850,557	2,441,476	248,952	2,506,060	1,408,037	2,348,336	12,526,310

¹ Charitable Institutions: 4/15 Idaho State University, 4/15 State Juvenile Corrections Center, 4/15 State Hospital North, 5/30 Veterans Home, and 1/30 School for the Deaf and the Blind.

² Normal School: 1/2 to ISU College of Education and 1/2 to Lewis Clark State College.

Note: FY 2001 was the first year after endowment reform. Distributions were based on a percent of the 3 year moving average of the permanent funds as shown except the FY 2003 Public School (PS) payout was short of the 7.5% budgeted payout by \$6,256,500, resulting in a 6.4% payout. All distributions before FY 2001 included lease and interest revenues from the department of lands. Timber revenues were deposited to the permanent fund.

* FY 2005 Appropriation, FY 2006 Estimate

Spending Rule		
Fiscal Year	Pooled	Public Schools
FY 06*	6.0%	4.0%
FY 05*	7.0%	5.0%
FY 04	7.5%	7.5%
FY 03	7.5%	6.4%
FY 02	8.0%	8.0%
FY 01	8.5%	8.5%

Endowment Fund Investment Board

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	4.00	0	550,200	4.00	0	550,200
HB 805 One-time 1% Salary Increase	0.00	0	2,800	0.00	0	2,800
Governor's Rescission	0.00	0	0	0.00	0	(600)
FY 2005 Total Appropriation	4.00	0	553,000	4.00	0	552,400
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	4.00	0	553,000	4.00	0	552,400
Removal of One-Time Expenditures	0.00	0	(7,800)	0.00	0	(7,700)
Base Adjustments	0.00	0	0	0.00	0	500
FY 2006 Base	4.00	0	545,200	4.00	0	545,200
Benefit Costs	0.00	0	4,300	0.00	0	3,300
Inflationary Adjustments	0.00	0	2,700	0.00	0	0
Replacement Items	0.00	0	7,500	0.00	0	7,500
Nonstandard Adjustments	0.00	0	400	0.00	0	400
Change in Employee Compensation	0.00	0	3,200	0.00	0	3,200
27th Payroll	0.00	0	12,100	0.00	0	12,100
Fund Shifts	0.00	0	0	0.00	0	0
FY 2006 Program Maintenance	4.00	0	575,400	4.00	0	571,700
1. Continuous Appropriation	0.00	0	0	0.00	0	0
FY 2006 Total	4.00	0	575,400	4.00	0	571,700
Change from Original Appropriation	0.00	0	25,200	0.00	0	21,500
% Change from Original Appropriation			4.6%			3.9%

Endowment Fund Investment Board

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	4.00	0	550,200	0	550,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	2,800	0	2,800
Governor's Recommendation	0.00	0	2,800	0	2,800
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of \$100 not needed to implement HB 805. In addition, the Governor recommends removal of \$500 risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	0	(600)	0	(600)
FY 2005 Total Appropriation					
Agency Request	4.00	0	553,000	0	553,000
Governor's Recommendation	4.00	0	552,400	0	552,400
Non-Cognizable Funds and Transfers					
Adjust .40 positions between Miscellaneous Revenue Fund and Endowment Administrative Fund for budgeting purposes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	4.00	0	553,000	0	553,000
Governor's Recommendation	4.00	0	552,400	0	552,400
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(7,800)	0	(7,800)
Governor's Recommendation	0.00	0	(7,700)	0	(7,700)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	0	500	0	500
FY 2006 Base					
Agency Request	4.00	0	545,200	0	545,200
Governor's Recommendation	4.00	0	545,200	0	545,200
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	4,300	0	4,300
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	3,300	0	3,300

Endowment Fund Investment Board

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	2,700	0	2,700
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Includes \$5,000 to replace a network server and \$2,500 to replace two personal computers. The request is 1/3 from Miscellaneous Revenue Fund and 2/3 from the Endowment Administrative Fund.					
Agency Request	0.00	0	7,500	0	7,500
Governor's Recommendation	0.00	0	7,500	0	7,500
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their prior-year actual use of certain services. Non-standard adjustments include (\$4,300) Attorney General fees and \$4,700 for State Controller fees.					
Agency Request	0.00	0	400	0	400
Governor's Recommendation	0.00	0	400	0	400
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	3,200	0	3,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	3,200	0	3,200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	12,100	0	12,100
Governor's Recommendation	0.00	0	12,100	0	12,100
Fund Shifts					
The request includes a fund shift of \$12,900 from the Endowment Administrative Fund to the State Insurance Fund to reflect an increase in the percentage of the State Insurance Fund's portion of the portfolio from 30.01% in FY 2003 to 31.95% in FY 2004.					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends the fund shift as requested.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Program Maintenance					
Agency Request	4.00	0	575,400	0	575,400
Governor's Recommendation	4.00	0	571,700	0	571,700

Endowment Fund Investment Board

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Continuous Appropriation

The Endowment Fund Investment Board requests a continuous appropriation for consulting fees, bank custodial fees, and portfolio-related external costs. The variable costs associated with these services depend on the size of the portfolio and the turnover of investments. This uncertainty makes budgeting difficult. Legislative intent included in the appropriation bill allows the Legislature to re-evaluate the need for a continuous appropriation on an annual basis and to consider a fixed appropriation should the costs be determined to be more predictable. Actual costs paid through the continuous appropriation for FY 2001 were \$1,327,421 (the first full-year after endowment reform), \$3,215,995 for FY 2002, \$2,528,072 for FY 2003, \$2,178,500 for FY 2004, and are estimated to be about \$2.3 million for FY 2004 and \$2.4 million for FY 2005.

Language Requested: The Endowment Fund Investment Board is hereby granted continuous appropriation authority for consulting fees, bank custodial fees, and portfolio-related external costs for the period July 1, 2005, through June 30, 2006.

Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2006 Total					
Agency Request	4.00	0	575,400	0	575,400
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>0</i>	<i>571,700</i>	<i>0</i>	<i>571,700</i>

Agency Request					
Change from Original App	0.00	0	25,200	0	25,200
% Change from Original App	0.0%		4.6%		4.6%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>21,500</i>	<i>0</i>	<i>21,500</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>3.9%</i>		<i>3.9%</i>

Department of Lands

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Support Services	4,327,700	3,892,600	4,612,200	4,283,100	4,249,900
Forest Resources Management	15,507,900	13,613,400	17,110,400	18,738,100	18,592,100
Land,Range,Mineral Mgmt	4,695,700	3,723,700	4,764,000	5,093,200	5,058,500
Forest & Range Fire Protection	9,860,500	19,705,400	10,002,800	10,590,700	10,448,600
Scaling Practices	287,300	179,800	248,300	235,500	234,200
Total:	34,679,100	41,114,900	36,737,700	38,940,600	38,583,300
BY FUND CATEGORY					
General	4,773,000	4,489,500	4,809,800	5,012,100	4,913,900
Dedicated	24,241,300	31,922,200	26,237,700	27,460,400	27,253,900
Federal	5,664,800	4,703,200	5,690,200	6,468,100	6,415,500
Total:	34,679,100	41,114,900	36,737,700	38,940,600	38,583,300
Percent Change:		18.6%	(10.6%)	6.0%	5.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	13,617,600	17,699,300	15,321,900	16,293,700	16,244,900
Operating Expenditures	9,988,200	18,135,200	9,699,900	9,505,600	9,380,300
Capital Outlay	491,500	1,162,700	991,800	675,000	640,200
Trustee/Benefit	721,300	4,117,700	721,300	1,875,600	1,869,300
Lump Sum	9,860,500	0	10,002,800	10,590,700	10,448,600
Total:	34,679,100	41,114,900	36,737,700	38,940,600	38,583,300
Full-Time Positions (FTP)	249.61	249.61	260.61	263.61	263.61

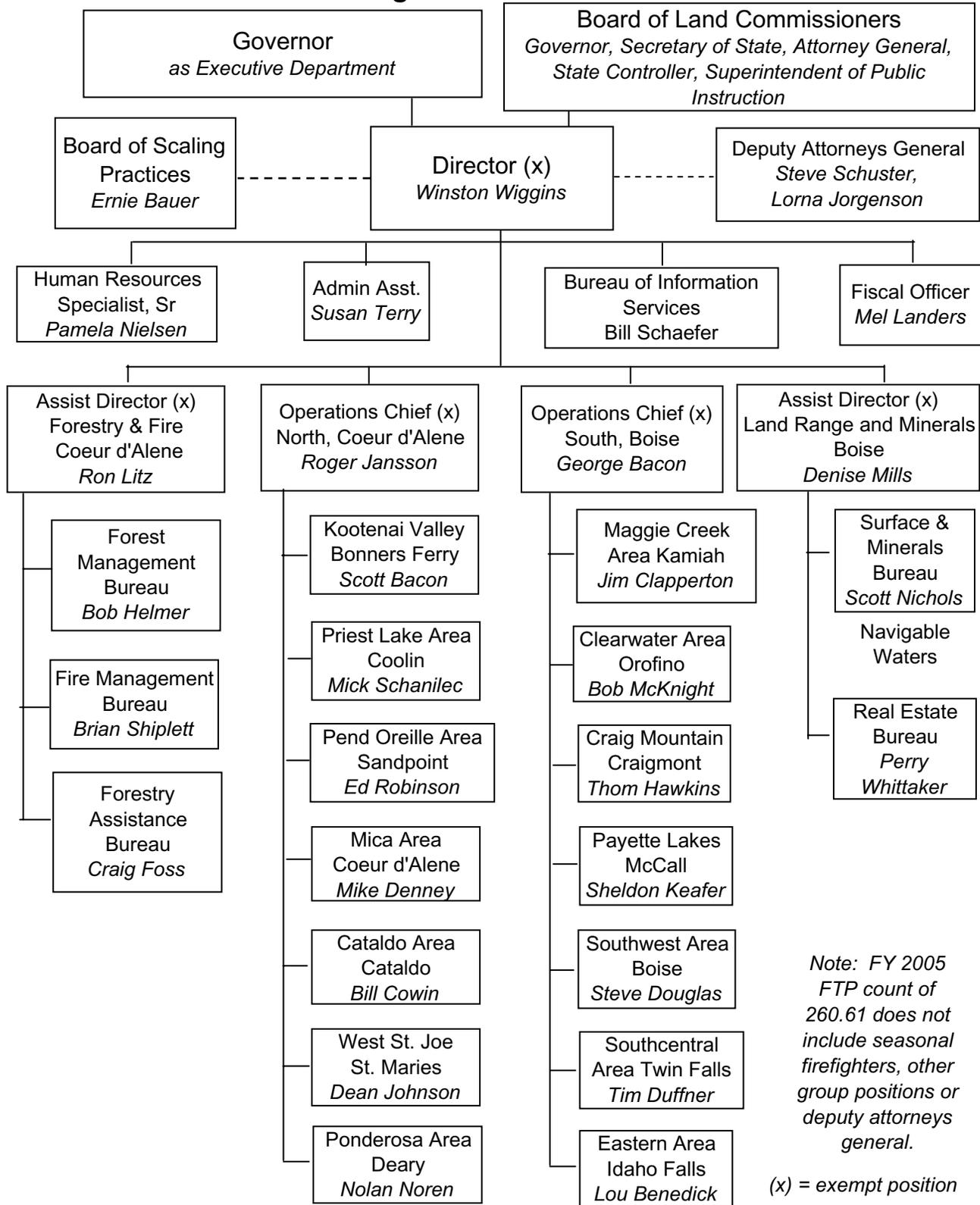
Division Description

The Department of Lands has five budgeted programs. 1) The Support Services Program provides staff support to the State Board of Land Commissioners, and provides administrative and technical assistance in areas such as legal, data processing, personnel, fiscal and mapping. 2) The Division of Forest Resources has the responsibility to develop and supervise an annual timber sales program of 165,000,000 to 200,000,000 board feet on State endowment lands; develop and administer an intensive forest improvement program to enhance the productivity of state forest lands; and provide assistance to Idaho's cities and rural communities in the areas of the forest practices act, forest stewardship, and urban forestry programs. 3) The Land, Range, and Mineral Resource Management program maximizes income from cropland, grazing, mineral resources, recreation sites and special surface uses of State owned land. It provides environmental protection of the State's natural resources and public trust lands through active administration of the Lake Protection Act, Surface Mining Act, Dredge & Placer Mining Act, and the Oil & Gas Conservation Commission Act. The program administers a State land sale and exchange program and uses the land exchange program to consolidate State ownership for management efficiency while acquiring high value, high revenue producing property. 4) The Forest and Range Fire Protection program provides protection to the timbered and grazing lands and resources of the state through prevention, rapid detection and suppression of wildfire; and provides assistance to rural community fire departments. 5) The Board of Scaling Practices is charged with the responsibility of assuring that only competent and certified scalers are used by the forest products industry to scale (measure) forest products in a standard, uniform method statewide.

Department of Lands Agency Profile

Analyst: Houston

Organizational Chart



Department Lands

Agency Profile

Analyst: Houston

Sources of Funds

	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. General Fund (0001)	\$ 4,489,500	10.9%	\$ 4,835,600	\$ 5,012,100
The General Fund sources are individual income tax, corporate income tax, sales tax, and a variety of miscellaneous taxes, fees, interest, and receipts collected by various agencies.				
2. Department of Lands Fund (0075)	5,873,000	14.3%	9,179,600	9,548,400
Moneys collected from state timber purchasers for road maintenance. Timber sale purchasers pay for scaling at a rate set by the Land Board. Forest land owners assessments. Revenues from the sale of Idaho timber special license plates. Receipts from land appraisal fees. Permits to conduct dredge or placer mining operations. Moneys donated by private industry to the "Keep Idaho Green" fund. Land owner assessments paid for fire protection. Moneys paid to the state under any contract whereby the state assumes the management and reduction of any fire hazard for the protection of forest resources. Sale of aerial photos, orthophotos, maps and map data. Receipts from miscellaneous equipment sales, copies, and employee rentals.				
3. Abandoned Mine Reclamation (0075-35)	26,100	0.1%	711,500	254,800
A portion of the revenue derived from a 1% profit tax on Idaho mining operations. It was initially set at 3%, then was lowered to 2% in 1972 and lowered again in 2002 to 1%. All collections accrued to the General Fund from inception until 1999. Beginning July 1 of 1999 (HB 84), one-third of the revenues accrue to this fund and the other two-thirds accrue to the General Fund (§47-1206).				
4. Reclamation Bond Fund (0075-54)	0	0.0%	100,000	101,300
Small mine operators may make payments into the mine "Reclamation Fund" pursuant to Idaho Code §47-1803 as an alternative form of performance bond or financial assurance for mining operations and mineral leases. Participation in the program began in May of 2003. Funds may be authorized by appropriation for mine reclamation, administration, and mineral education. The budget includes authority to pay costs for an actuarial analysis to determine the appropriate level of funding to be maintained in reserve and to establish an ongoing base level of \$100,000 to pay future mine reclamation expenses.				
5. Fire Suppression Deficiency Fund (0076)	11,583,400	28.2%	127,000	131,300
Three percent of the hazard reduction payments and any funds the Legislature may appropriate to cover the issuance of deficiency warrants authorized by the State Board of Land Commissioners for the costs of emergency fire suppression. The FY 2004 General Fund transfer was \$11,600,000.				
6. Indirect Cost Recovery Fund (0125-00)	0	0.0%	0	589,300
Funds collected through the various Federal programs for allowable indirect administrative charges.				
7. Land Building Rental Fund (0425-01)	21,700	0.1%	63,800	64,600
The 80 individual users who are owners or lessees in the Pilgrim Cove Subdivision on Payette Lake, McCall, Idaho are assessed an annual fee, paid concurrently with their lease rental, which is placed in fund 0425-01 solely for the maintenance or improvement of the water system.				
8. Endowment Administrative Fund (0482-70)	14,409,600	35.0%	16,559,100	16,691,000
Earnings from the investment of the permanent endowments, earnings from the investment of the endowment earnings reserves, earnings from timber sales, earnings from range and cottage site leases, and earnings on interest from timber sales are placed into the earnings reserve. Administrative costs are appropriated from a portion of the Earnings Reserve Fund.				
9. Community Forestry Fund (0495-00)	8,400	0.0%	79,700	79,700
Donations, gifts, grants, and interest are used as cost share grants to communities, counties, state agencies, and non-profit organizations to promote tree planting and tree care in communities.				
10. Federal Grant Fund (0348-00)	4,703,200	11.4%	5,701,500	6,468,100
Federal Government formula and project grants.				
Total	\$ 41,114,900	100.0%	\$ 37,357,800	\$ 38,940,600

Department of Lands

Agency Profile

Analyst: Houston

Selected Measures

by Program by Fiscal Year	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
Support Services				
1. Implement Navision software, maintain database of PCA's, provide training	85%	95%	100%	Completed
2. Develop, implement, and train for Timber Management system	95%	Completed	Completed	Completed
3. Develop and train for hazard management, minerals, range, and cottage site accounting subsystems	10%	10%	40%	90%
Forest Resources				
1. Submit for auction, 1/3 of the annual timber sales plan by December 31 and the remaining 2/3 by June 30 (Total plan about 182 million board feet)	66%	82%	100%	100%
2. Review 10% of the proposed sales for compliance with rules and regulations	Done	Done	Will Do	Will Do
3. Provide professional assistance to 75 forest landowners to develop and implement comprehensive management plans	66	75	75	75
4. Increase the overall rate of Forest Practices Act Compliance	50%	61%	50%	50%
5. Conduct Cumulative Watershed Effects analysis on 40 watersheds	43	47	40	40
6. Conduct 5 training session for 250 people to recognize forest insect and disease problems	33/1,351	29/1,198	5/250	5/250
Land, Range, and Mineral Management				
1. Limit the spread of noxious weeds on state land and coordinate with county weed supervisors	\$114,000	\$114,000	\$114,000	\$114,000
2. Administer the land bank program	0 sales	2 sales	9 sales	12 sales
3. Coordinate with supervisory areas to inventory, prioritize, and acquire rights-of-way	20	12	20	20
4. Inventory and maintain a database of encroachment permits on navigable waters	1,500	1,500	1,500	1,500
5. Establish occupancy of commercial buildings at a minimum of 85%	78%	80%	85%	85%
Forest and Range Protection				
1. Conduct fire management analysis for IDL and associated fire districts	None	50%	100%	None
2. Keep burned acres below 5,400 (no more than 900 acres per million acres protected)	12,965	1,893	5,400	5,400
3. Document slash plans to manage fire hazards	3,777	3,750	3,750	3,750
Scaling Practices				
1. Conduct two or more scaling workshops or log layouts annually	2	3	2	2
2. Develop standardized net scale	70%	100%	completed	completed

Department of Lands

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	260.61	4,809,800	36,737,700	260.61	4,809,800	36,737,700
Reappropriation	0.00	0	460,000	0.00	0	460,000
HB 805 One-time 1% Salary Increase	0.00	25,800	160,100	0.00	25,800	160,100
Governor's Rescission	0.00	0	0	0.00	(19,700)	(100,500)
Fire Suppression Deficiency Warrants	0.00	6,000,000	6,000,000	0.00	4,400,000	4,400,000
Other Approp Adjustments	0.00	(6,000,000)	(6,000,000)	0.00	(4,400,000)	(4,400,000)
FY 2005 Total Appropriation	260.61	4,835,600	37,357,800	260.61	4,815,900	37,257,300
Non-Cognizable Funds and Transfers	2.00	0	3,510,700	2.00	0	3,510,700
FY 2005 Estimated Expenditures	262.61	4,835,600	40,868,500	262.61	4,815,900	40,768,000
Removal of One-Time Expenditures	(2.00)	(61,800)	(5,527,600)	(2.00)	(58,100)	(5,492,800)
Base Adjustments	0.00	0	0	0.00	16,000	65,700
FY 2006 Base	260.61	4,773,800	35,340,900	260.61	4,773,800	35,340,900
Benefit Costs	0.00	47,500	252,800	0.00	36,700	195,600
Inflationary Adjustments	0.00	11,300	192,200	0.00	0	0
Replacement Items	0.00	65,000	954,400	0.00	62,000	954,400
Nonstandard Adjustments	0.00	(39,200)	(237,300)	0.00	(112,300)	(310,400)
Change in Employee Compensation	0.00	27,100	174,100	0.00	27,100	174,100
27th Payroll	0.00	103,000	679,500	0.00	103,000	679,500
Fund Shifts	0.00	0	0	0.00	0	0
FY 2006 Program Maintenance	260.61	4,988,500	37,356,600	260.61	4,890,300	37,034,100
1. Geographic Information System Analyst	1.00	0	0	1.00	0	0
2. Mineral Auditing and Analysis	0.00	0	50,000	0.00	0	50,000
3. Endowment Land Sales Costs	0.00	0	90,000	0.00	0	90,000
4. Pickups and Field Equipment	0.00	23,600	68,000	0.00	23,600	68,000
5. Expand Idaho Falls Field Office	0.00	0	96,000	0.00	0	96,000
6. McCall Vehicle Shed	0.00	0	34,800	0.00	0	0
7. Additional Federal Funds	2.00	0	1,245,200	2.00	0	1,245,200
Lump-sum Request for Fire Mgmt	0.00	0	0	0.00	0	0
FY 2006 Total	263.61	5,012,100	38,940,600	263.61	4,913,900	38,583,300
Change from Original Appropriation	3.00	202,300	2,202,900	3.00	104,100	1,845,600
% Change from Original Appropriation		4.2%	6.0%		2.2%	5.0%

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	260.61	4,809,800	26,237,700	5,690,200	36,737,700
Reappropriation					
Land, Range, and Mineral Resource Management					
<p>The Idaho Abandoned Mine Reclamation Act (Idaho Code §47-1703) provides that any unencumbered and unexpended balance of the account remaining at the end of a fiscal year shall not lapse but shall be carried forward for the purposes of the act until expended or until the law is changed. The fiscal year 2003 appropriation from the Abandoned Mine Reclamation Fund was \$251,500 of which \$16,900 was actually expended resulting in carryover of \$234,600. The fiscal year 2004 appropriation from the Abandoned Mine Reclamation Fund was \$251,500 of which \$26,000 was actually expended resulting in carryover of \$460,000. When added to the original appropriation, the total FY 2005 appropriation from the Mine Reclamation Fund is \$711,500. The source of revenues for this fund is from a portion of the Mine License Tax. The unencumbered cash balance of the fund at the end of FY 2004 was \$727,500.</p>					
Agency Request	0.00	0	460,000	0	460,000
Governor's Recommendation	0.00	0	460,000	0	460,000
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	25,800	123,000	11,300	160,100
Governor's Recommendation	0.00	25,800	123,000	11,300	160,100
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<p>The Governor recommends removal of \$32,800 not needed to implement HB 805. In addition, the Governor recommends removal of \$65,700 risk management funding in excess of needs calculated by the Department of Administration.</p>					
Governor's Recommendation	0.00	(19,700)	(71,900)	(8,900)	(100,500)
Fire Suppression Deficiency Warrants					
<p>The Idaho Department of Lands (IDL) estimates the costs of fire suppression for the 2004 fire season at \$6.0 million from the General Fund. The department participates in cooperative fire fighting agreements with federal, other states, and local agencies. The state is then responsible for the costs incurred for fire suppression on lands protected by the state regardless of ownership. Receipts received from cooperating agencies are placed into the deficiency warrant fund and do not require a fixed appropriation. All General Fund monies are also transferred to the deficiency warrant fund for expenditure. The department will provide a better estimate of costs in December that will be reflected in the Governor's Recommendation. [One-time]</p>					
Agency Request	0.00	6,000,000	0	0	6,000,000
Governor's Recommendation	0.00	4,400,000	0	0	4,400,000
Other Approp Adjustments					
<p>Transfers the General Fund appropriation to the fire suppression deficiency warrant fund for actual expenditure.</p>					
Agency Request	0.00	(6,000,000)	0	0	(6,000,000)
Governor's Recommendation	0.00	(4,400,000)	0	0	(4,400,000)
FY 2005 Total Appropriation					
Agency Request	260.61	4,835,600	26,820,700	5,701,500	37,357,800
Governor's Recommendation	260.61	4,815,900	26,748,800	5,692,600	37,257,300

Department of Lands

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Non-Cognizable Funds and Transfers

Transfer 2.6 positions and \$113,700 between programs. Adjust FTPs between fund sources to better reflect available funding. Add \$3,457,000 in one-time federal funding as part of the forest legacy program. Adds one FTP and \$31,000 non-cognizable Bureau of Land Management Stevens' funds to administer the Idaho State Fire Plan Working Group Hazardous Fuel Treatment (HFT) Program. Adds one FTP and \$22,700 in federal funding to administer the Asian Moth Program. All non-cog dollars are removed before the base.

Agency Request	2.00	0	0	3,510,700	3,510,700
<i>Governor's Recommendation</i>	2.00	0	0	3,510,700	3,510,700

FY 2005 Estimated Expenditures					
Agency Request	262.61	4,835,600	26,820,700	9,212,200	40,868,500
<i>Governor's Recommendation</i>	262.61	4,815,900	26,748,800	9,203,300	40,768,000

Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	(2.00)	(61,800)	(1,943,800)	(3,522,000)	(5,527,600)
<i>Governor's Recommendation</i>	(2.00)	(58,100)	(1,921,600)	(3,513,100)	(5,492,800)

Base Adjustments

Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	0.00	16,000	49,700	0	65,700

FY 2006 Base					
Agency Request	260.61	4,773,800	24,876,900	5,690,200	35,340,900
<i>Governor's Recommendation</i>	260.61	4,773,800	24,876,900	5,690,200	35,340,900

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	47,500	203,200	2,100	252,800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	0.00	36,700	157,300	1,600	195,600

Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments. Inflationary increases for the Timber Protective Associations are included in the Nonstandard Adjustments.

Agency Request	0.00	11,300	127,100	53,800	192,200
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0

Replacement Items

Replacement items include \$117,000 for computer equipment, \$455,500 for pickups, \$101,100 for field equipment, \$55,800 for radios, and \$225,000 for fire engines.

Agency Request	0.00	65,000	889,400	0	954,400
<i>Shifts \$3,000 General Fund to Endowment Administrative Fund.</i>					
<i>Governor's Recommendation</i>	0.00	62,000	892,400	0	954,400

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their prior-year actual use of certain services. Non-standard adjustments include Attorney General (\$359,000), State Controller \$4,900, State Treasurer (\$500), and changes in property and casualty insurance premiums \$17,200 for a total of (\$377,400).

Furthermore, this decision unit requests \$100,100 for additional support for the Timber Protective Associations (TPAs) of which \$74,400 is for the Southern Idaho Timber Protective Association (SITPA) and \$25,700 is for the Clearwater-Potlatch Timber Protective Association (CPTPA). The Idaho Department of Lands budgets for these two associations in Trustee and Benefit payments and passes monies through to them for fire preparedness. Each of their respective Fire Protection budgets includes funding from the General Fund, taxroll charges, and membership assessments. The current per acre assessment is set at 45 cents per acre but it costs the TPAs a little over \$1 per acre to provide fire protection. The State General Fund makes up the difference. Adjusting for SITPA's one-time equipment request of \$32,400 for a pickup, chain saw, and radio equipment, the ongoing increase in General Fund support is 15.5% for SITPA and 4.1% for CPTPA.

Agency Request	0.00	(39,200)	(198,100)	0	(237,300)
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Includes a 3% increase or \$27,000 in trustee and benefit payments for the two Timber Protective Associations.

Governor's Recommendation	0.00	(112,300)	(198,100)	0	(310,400)
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions. CEC for the Timber Protective Associations is included in the Nonstandard Adjustments.

Agency Request	0.00	27,100	134,000	13,000	174,100
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	27,100	134,000	13,000	174,100
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	103,000	523,400	53,100	679,500
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Governor's Recommendation	0.00	103,000	523,400	53,100	679,500
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Fund Shifts

Shift the portion of federal funds that represent the department's indirect costs earned from managing federal grants to the Indirect Cost Fund 0125. This shift will put the department in compliance with a legislative audit, allow more flexibility, and more accurately reflect the use of monies earned from the management of federal grants.

Agency Request	0.00	0	589,300	(589,300)	0
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Governor's Recommendation	0.00	0	587,600	(587,600)	0
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FY 2006 Program Maintenance					
Agency Request	260.61	4,988,500	27,145,200	5,222,900	37,356,600
Governor's Recommendation	260.61	4,890,300	26,973,500	5,170,300	37,034,100

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Geographic Information System Analyst					Support Services
<p>The department requests one full-time Geographic Analyst position to provide support to the field offices and to assist with building and maintaining geospatial data layers and associated databases. The decision unit is not asking for new money. It requests that \$58,200 in spending authority from the Endowment Administrative Fund be transferred from operating expenditures to personnel costs and that one full-time equivalent position be authorized. [Ongoing]</p>					
Agency Request	1.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
2. Mineral Auditing and Analysis					Land, Range, and Mineral Resource Management
<p>The Bureau of Surface and Minerals Management requests an annual ongoing appropriation from the Endowment Earnings Fund to allow the department to enter into professional services contracts for auditing mineral lessees and for estimating mineral resources on new mineral leases. The purpose is to ensure that all appropriate royalties are paid and the department is able to maximize mineral revenues. The legislative auditors have identified resource assessments and production record audits as the most effective method for verifying mineral production and accurate royalty payment. [Ongoing]</p>					
Agency Request	0.00	0	50,000	0	50,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>50,000</i>	<i>0</i>	<i>50,000</i>
3. Endowment Land Sales Costs					Land, Range, and Mineral Resource Management
<p>The Bureau of Real Estate requests \$90,000 in operating expenditures from the Endowment Earnings Fund to pay real property related expenditures. Examples include advertising costs, title insurance, closing fees, auction costs, property surveys, and realtor commissions. The current appropriation is insufficient to pay for all sales expenses. Being able to enlist the marketing expertise of licensed realtors and brokers is expected to improve the department's ability to sell property for higher prices and return more to the beneficiaries. [Ongoing]</p>					
Agency Request	0.00	0	90,000	0	90,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>90,000</i>	<i>0</i>	<i>90,000</i>
4. Pickups and Field Equipment					Forest Res Mgmt; Land, Range, & Mineral Res. Mgmt
<p>Includes 1) \$23,600 for a pickup, mobile radio, and laptop computer from the General Fund; 2) \$3,000 for a snowmobile and trailer out of the Department of Lands Fund; and 3) \$41,400 for a pickup, computer workstation, microfiche reader, two mobile radios, an ATV trailer, a water quality monitoring unit, a seed storage container, and a portable radio from the Endowment Administrative Fund. [One-time]</p>					
Agency Request	0.00	23,600	44,400	0	68,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>23,600</i>	<i>44,400</i>	<i>0</i>	<i>68,000</i>
5. Expand Idaho Falls Field Office					Forest Resources Management
<p>The department's administrative facility in Idaho Falls no longer provides enough space. The conference room is a common area with no privacy and too small for most public meetings. A basement work-area is not handicap accessible. In addition, restroom facilities are inadequate. This proposal provides a 1,300 square foot extension to expand the area office. This request from the Endowment Administrative Fund is for 60% of the cost to build the extension. The Permanent Building Fund Advisory Council is recommending the remaining 40% or \$64,000 in its capital budget request. The total project cost is \$160,000. [One-time]</p>					
Agency Request	0.00	0	96,000	0	96,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>96,000</i>	<i>0</i>	<i>96,000</i>

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. McCall Vehicle Shed					
Forest Resources Management					
The Payette Lakes Area experiences severe winter weather. A 30' by 96' vehicle storage shed is requested to protect vehicles. This request from the Endowment Administrative Fund is for 60% of the cost to build the post and beam shed. The shed must be able to withstand heavy snow loads and high winds. The department submitted a request to the Permanent Building Fund Advisory Council for the remaining 40% or \$23,200; however, the PBFAC did not include this project in its capital budget request. The total project cost is \$58,000. [One-time]					
Agency Request	0.00	0	34,800	0	34,800
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
7. Additional Federal Funds					
Forest Resources Mgt, Forest & Range Fire Protection					
Additional federal funding is available for three programs. 1) Includes \$1,148,000 in trustee and benefit payments in increased federal spending authority for the Forest Legacy Program. Idaho's Forest Legacy Program was established to protect environmentally important forest areas that are threatened by conversion to non-forest uses and to promote forestland protection and other conservation opportunities. The program provides funding to Idaho to purchase conservation easements on private lands that might otherwise be developed and lost as forests. 2) Adds one FTP and \$53,700 in ongoing spending authority for federal Bureau of Land Management Stevens' funds to administer the Idaho State Fire Plan Working Group Hazardous Fuel Treatment (HFT) Program. The department requests to change a part-time employee to full-time status due to the increased workload. The objective of this program is to protect private and state forest lands from wildfire. This position will also coordinate the delivery of US Forest Service and BLM Stevens grant monies to forest land owners. 3) Adds one FTP and \$41,700 in personnel costs to assess and eradicate the Asian Gypsy Moth. Federal monies will be used to move a current part-time employee to full-time status to allow the program manager to devote more time to the Asian Gypsy Moth eradication project. The Asian Gypsy Moth poses a serious threat to forests in Idaho that could result in large economic losses to state and private forest land owners. [Ongoing]					
Agency Request	2.00	0	0	1,245,200	1,245,200
Governor's Recommendation	2.00	0	0	1,245,200	1,245,200
Lump-sum Request for Fire Mgmt					
Forest and Range Fire Protection					
The Department of Lands requests a lump-sum appropriation for the Forest and Range Fire Protection Program only. This provides the department the flexibility to hire temporary seasonal labor, pay overtime, or contract for fire related activities.					
Agency Request	0.00	0	0	0	0
<i>The Governor Recommends a lump-sum appropriation for the Fire Protection Program.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	263.61	5,012,100	27,460,400	6,468,100	38,940,600
Governor's Recommendation	263.61	4,913,900	27,253,900	6,415,500	38,583,300
Agency Request					
Change from Original App	3.00	202,300	1,222,700	777,900	2,202,900
% Change from Original App	1.2%	4.2%	4.7%	13.7%	6.0%
Governor's Recommendation					
Change from Original App	3.00	104,100	1,016,200	725,300	1,845,600
% Change from Original App	1.2%	2.2%	3.9%	12.7%	5.0%

Idaho Legislative Budget Book

Department of Parks and Recreation

2005 Legislative Session

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Department of Parks and Recreation

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Parks & Recreation, Dept of	36,822,900	24,031,100	33,730,800	42,146,100	33,982,800
Lava Hot Springs	1,327,100	1,002,000	1,663,100	1,650,300	1,643,100
Total:	38,150,000	25,033,100	35,393,900	43,796,400	35,625,900
BY FUND CATEGORY					
General	7,054,200	6,639,800	6,819,300	15,273,200	7,218,600
Dedicated	27,142,600	15,197,100	24,101,800	23,985,700	23,875,900
Federal	3,953,200	3,196,200	4,472,800	4,537,500	4,531,400
Total:	38,150,000	25,033,100	35,393,900	43,796,400	35,625,900
Percent Change:		(34.4%)	41.4%	23.7%	0.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,962,900	9,429,500	11,333,300	12,321,400	12,109,300
Operating Expenditures	5,251,800	4,501,500	5,314,200	5,991,500	5,610,200
Capital Outlay	11,203,200	4,166,600	7,863,700	13,471,500	5,894,400
Trustee/Benefit	10,732,100	6,935,500	10,882,700	12,012,000	12,012,000
Total:	38,150,000	25,033,100	35,393,900	43,796,400	35,625,900
Full-Time Positions (FTP)	168.25	168.25	168.25	171.25	169.25

Department Description

Department of Parks and Recreation

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Management Srv	14,848,700	10,737,500	14,957,300	16,754,600	16,429,300
Park Operations	12,771,100	10,854,200	13,252,500	14,757,500	14,235,000
Capital Dev	9,203,100	2,439,400	5,521,000	10,634,000	3,318,500
Total:	36,822,900	24,031,100	33,730,800	42,146,100	33,982,800
BY FUND CATEGORY					
General	7,054,200	6,639,800	6,819,300	15,273,200	7,218,600
Dedicated	25,815,500	14,195,100	22,438,700	22,335,400	22,232,800
Federal	3,953,200	3,196,200	4,472,800	4,537,500	4,531,400
Total:	36,822,900	24,031,100	33,730,800	42,146,100	33,982,800
Percent Change:		(34.7%)	40.4%	24.9%	0.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,404,500	8,895,500	10,733,300	11,684,300	11,477,500
Operating Expenditures	4,724,400	4,062,800	4,804,900	5,474,600	5,095,200
Capital Outlay	10,961,900	4,137,300	7,309,900	12,975,200	5,398,100
Trustee/Benefit	10,732,100	6,935,500	10,882,700	12,012,000	12,012,000
Total:	36,822,900	24,031,100	33,730,800	42,146,100	33,982,800
Full-Time Positions (FTP)	158.25	158.25	158.25	161.25	159.25

Division Description

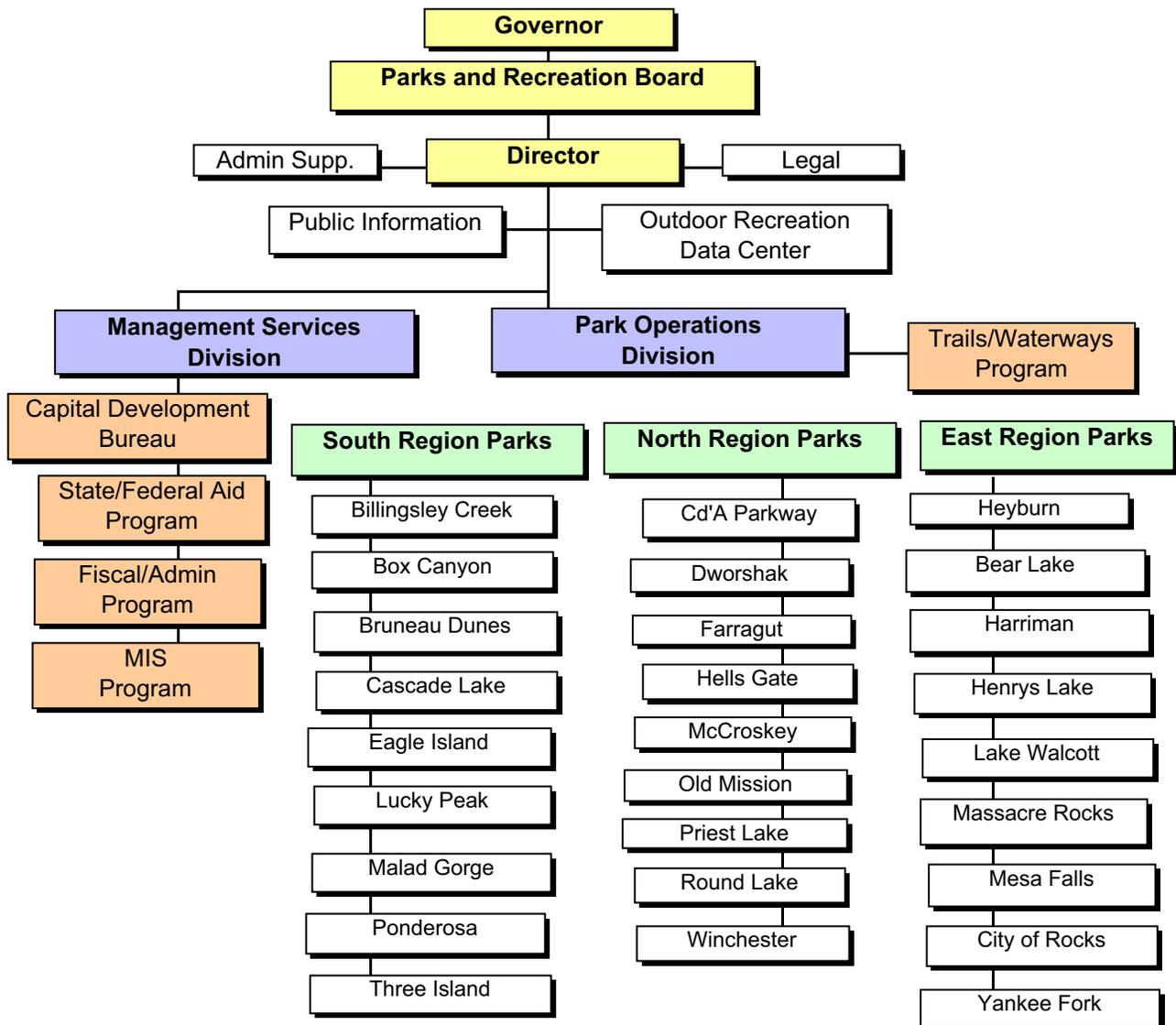
The Department of Parks and Recreation was created by HB 138 of the 1965 Legislative Session. Prior to the creation of the department there existed areas designated "scenic and recreational", usually parks and campgrounds. Since 1907 these areas were administered by the State Land Board. In 1947, state parks were transferred to the Highway Department, and responsibility grew with the addition of a number of roadside rest areas. In 1949 control of the parks system was transferred back to the State Land Board, and in 1953 a Division of Parks was created within the Department of Lands, administered by a State Parks Director. The 1965 Legislation created a separate Department of Parks and Recreation, governed by a six member parks board appointed by the Governor.

The Department is organized and funded through three major programs; 1) Management Services, which includes fiscal support, pass-through grants for recreational programs, planning & development, technology, registrations, and human services; 2) the Operations Division, which manages the 27 State Parks through three regions, and also manages the trails, boating and interpretive programs; and 3) Capital Development which includes only the capital outlay appropriated for facility maintenance, repair and construction.

State General Funds support about 20% of this department, with about 70% of the departments activities and programs funded by fee-supported dedicated funds, and the balance, about 10% coming from federal funds.

Department of Parks and Recreation Organizational Chart

Analyst: Youtz



Sources of Funds

FY 2005

General Fund (0001): Provides for basic personnel and operating support of the department and represents about 20% of the departments's total appropriation.	\$6,819,300
Indirect Cost Recovery (0125): Overhead charge for costs to administer federal programs.	287,100
Parks and Recreation Fund (0243): Derived primarily from day-use and camping fees.	4,645,400
Recreational Fuels Fund (0247): Derived from 3% of fuel taxes and split between capital development, waterways, ORV and the road & bridge fund.	4,953,900
Registration Fund (0250): Fees collected from boats, snowmobiles, motorbikes, and RV's.	7,817,300
Federal Grant Fund (0348): Federal funds received from NPS, BLM, USFS, USCG, etc.	4,472,800
Misc. Revenue Fund (0349): Includes proceeds from resale items and lessee contracts.	204,800
Public Recreation Fund (0410): Derived from marina fees, cabin leases, retail store proceeds & gas sales to operate places like hells gate marina and Spring shores.	1,216,400
Expendable Trust Fund (0496): Includes park donations, dedicated trust funds like Harriman and McCroskey, and proceeds from land sales, timber harvests and leases.	3,313,800
	\$33,730,800

Department of Parks and Recreation

Agency Profile

Analyst: Youtz

Selected Measures

By Fiscal Year	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
1. State Park Visitation				
Total resident visitors	1,569,000	1,583,167	1,600,000	1,756,000
Total non-resident visitors	934,753	941,030	950,000	894,000
Total visitation	2,503,753	2,524,197	2,550,000	2,650,000
Percent increase/decrease	2.4%	0.8%	1.0%	3.9%
Camping reservations taken	12,465	21,634	23,000	24,380
Number of Annual Passes sold	16,000	16,000	16,000	16,000
2. Recreational users by registration type				
Number of boats registered in Idaho	82,250	83,500	83,500	84,000
Snowmobiles registered in Idaho	53,500	48,300	54,000	54,000
Number of ATV's registered in Idaho	48,900	56,500	62,000	64,000
Number of motorbikes registered in Idaho	22,000	25,400	27,000	28,000
Recreational vehicles registered in Idaho	86,289	86,751	88,406	90,255
Cross country skiers registered in Idaho	2,226	1,500	1,900	2,000
3. State Park Self-support Index				
Base on-going costs of park operations	\$7,051,577	\$7,212,533	\$7,595,518	\$7,800,000
Revenues generated by state parks	\$4,203,723	\$5,199,153	\$5,198,801	\$5,300,800
Self-support Index	59.6%	72.1%	68.4%	68.0%
4. Recreational Grants to public agencies through advisory committees				
Recreational Vehicle grant amounts	\$3,358,900	\$3,533,385	\$3,000,000	\$3,144,200
Waterways Improvement Fund grants	\$1,100,000	\$927,000	\$883,000	\$1,232,900
Trails Program grants	\$1,207,600	\$1,186,118	\$1,450,100	\$1,174,351
County Vessel Fund grant amounts	\$2,200,000	\$2,300,000	\$2,500,000	\$2,800,000
County marine law enforcement grants	\$350,000	\$350,000	\$400,000	\$400,000
Park 'n Ski program grants	\$23,000	\$24,000	\$11,000	\$15,000
5. Park Land and Facilities				
Number of state parks	25	26	28	28
Number of acres in the parks system	57,895	58,172	58,172	59,000
Number of structures maintained	500	525	525	560
Annual repair & maint. investment	\$4,183,900	\$2,964,600	\$2,571,500	\$1,673,200
Backlog in repairs & maintenance	\$17,000,000	\$24,000,000	\$28,000,000	\$32,000,000

Department of Parks and Recreation

Agency Profile

Analyst: Youtz

Average Salaries and FTP Comparison

	FY 1997	FY 2005	9-yr Annual Avg. % Chnge
Management Services			
Director	\$78,700	\$87,500	1.3%
Division Managers	61,000	72,300	2.1%
Program Managers	40,600	52,700	3.3%
Planning & Development	34,100	47,500	4.2%
Information Technology	38,200	47,400	2.7%
State Park Operations			
Regional Managers	\$52,100	\$54,700	0.6%
Park Manager	38,500	43,900	1.7%
Assistant Park Manager	32,000	35,600	1.3%
Park Ranger	27,300	31,100	1.6%
Maint/utility Craftsmen	23,700	30,000	3.0%
Seasonal Salaries			
Rate per hour	\$5.25	\$7.35	4.3%
Total seasonal hours	217,700	374,830	7.0%
Total seasonal salaries	1,142,800	2,755,000	11.6%
Number of FTP's*			
Management positions	6	7	1.9%
Program/Project positions	23	35	5.4%
Park field positions	90	82	-1.2%
Information tech positions	2	6	14.7%
Admin/clerical support	<u>17</u>	<u>25</u>	4.9%
Total	138	155	1.5%

*Definitions: Management positions include Director, Deputy Director, Division Administrators, and Regional Supervisors. Program and/or project positions include all program supervisors (fiscal, human resources, trails, etc) as well as planners, grants specialists, engineering positions, etc. Park field positions include all non-clerical type rangers, park managers and utility/maintenance positions.

Department of Parks and Recreation

Agency Profile

Analyst: Youtz

State Park Self-Support Index

<i>State Park</i>	¹ FY 2005 Base Budget	² FY 2004 Park Receipts	Self Support Percent	Total Visitation CY 2003
Ashton/Tetonia	\$27,419	NA	NA	NA
Bear Lake	252,287	56,531	22.4%	49,826
Bruneau Dunes	306,646	128,033	41.8%	93,728
Castle Rocks	41,500	15,448	37.2%	5,491
CD'A Lake Parkway	127,796	16,703	13.1%	231,531
City of Rocks	550,930	316,992	57.5%	85,610
Dworshak	313,916	213,593	68.0%	34,653
Eagle Island	137,908	75,189	54.5%	67,235
Farragut	554,996	494,948	89.2%	205,195
Harriman	294,862	148,408	50.3%	76,598
Hells Gate	546,474	400,077	73.2%	179,589
Henrys Lake	112,193	81,045	72.2%	20,852
Heyburn	488,308	492,343	100.8%	206,001
Lake Cascade	405,854	302,139	74.4%	59,504
Land of The Yankee Fork	229,141	1,141	0.5%	34,093
³ Lucky Peak	525,929	323,391	61.5%	366,827
Massacre Rocks	227,682	61,251	26.9%	72,061
Mc Croskey	77,683	381,901	491.6%	7,851
Mesa Falls	7,000	NA	NA	80,490
Old Mission	250,246	37,174	14.9%	86,599
Ponderosa & Lakeview	559,612	491,869	87.9%	205,243
Priest Lake	475,407	421,365	88.6%	55,109
Round Lake	182,670	71,501	39.1%	70,504
⁴ Thousand Springs Complex	208,598	30,116	14.4%	96,266
Three Island	362,194	171,791	47.4%	33,228
Trail of the Coeur d'Alenes	38,000	271,427	714.3%	NA
Walcott	121,935	99,000	81.2%	21,627
Winchester	168,332	95,425	56.7%	42,908
Total	\$7,595,518	\$5,198,801	68.4%	2,488,619

¹ Does not include allocations for capital outlay

² Includes on-going user fees, misc. sales, trust earnings & federal partnerships

³ Includes Lucky Peak, Spring Shores, Sandy Point and Barber Pool

⁴ Includes Malad Gorge, Niagra Springs, Box Canyon, and Billingsley Creek

Department of Parks and Recreation

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	158.25	6,819,300	33,730,800	158.25	6,819,300	33,730,800
Reappropriations	0.00	400,000	9,059,200	0.00	400,000	9,059,200
HB 805 One-time 1% Salary Increase	0.00	49,600	79,000	0.00	49,600	79,000
Governor's Rescission	0.00	0	0	0.00	(89,400)	(101,500)
FY 2005 Total Appropriation	158.25	7,268,900	42,869,000	158.25	7,179,500	42,767,500
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
Expenditure Adjustments	0.00	0	(3,000,000)	0.00	0	(3,000,000)
FY 2005 Estimated Expenditures	158.25	7,268,900	39,869,000	158.25	7,179,500	39,767,500
Removal of One-Time Expenditures	0.00	(459,600)	(13,321,100)	0.00	(455,300)	(13,304,700)
Base Adjustments	0.00	0	0	0.00	85,100	85,100
FY 2006 Base	158.25	6,809,300	26,547,900	158.25	6,809,300	26,547,900
Benefit Costs	0.00	109,500	154,700	0.00	84,800	119,800
Inflationary Adjustments	0.00	12,600	61,100	0.00	0	0
Replacement Items	0.00	1,189,700	4,731,200	0.00	0	3,541,500
Nonstandard Adjustments	0.00	144,900	1,277,700	0.00	75,100	1,207,900
Change in Employee Compensation	0.00	51,800	90,700	0.00	51,800	90,700
27th Payroll	0.00	197,600	372,700	0.00	197,600	372,700
FY 2006 Program Maintenance	158.25	8,515,400	33,236,000	158.25	7,218,600	31,880,500
1. Restore & Stabilize Priority Park Services	1.00	103,800	252,800	0.00	0	149,000
2. Lost River Recreational Trail	0.00	0	70,200	0.00	0	70,200
3. IT Support Staff	1.00	73,000	73,000	0.00	0	0
4. New Ponderosa Park Facility	0.00	5,728,000	5,728,000	0.00	0	0
5. Major Capital Projects	0.00	570,000	1,665,000	0.00	0	1,095,000
6. Cabins, Yurts & Volunteer Sites	0.00	0	460,000	0.00	0	460,000
7. Misc Park Equipment Upgrades	0.00	0	274,300	0.00	0	274,300
8. Forest Management	0.00	0	50,000	0.00	0	0
9. Historic Preservation	0.00	25,000	25,000	0.00	0	0
10. Planning & Studies	0.00	120,000	120,000	0.00	0	0
11. Information Systems Help Desk	1.00	0	53,800	1.00	0	53,800
12. IT Training and Support	0.00	138,000	138,000	0.00	0	0
FY 2006 Total	161.25	15,273,200	42,146,100	159.25	7,218,600	33,982,800
Change from Original Appropriation	3.00	8,453,900	8,415,300	1.00	399,300	252,000
% Change from Original Appropriation		124.0%	24.9%		5.9%	0.7%

Department of Parks and Recreation

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	158.25	6,819,300	22,438,700	4,472,800	33,730,800
Reappropriations					
The department has two-year spending authority for construction projects.					
Agency Request	0.00	400,000	7,851,100	808,100	9,059,200
<i>Governor's Recommendation</i>	0.00	400,000	7,851,100	808,100	9,059,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	49,600	24,900	4,500	79,000
<i>Governor's Recommendation</i>	0.00	49,600	24,900	4,500	79,000
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	0.00	(89,400)	(11,200)	(900)	(101,500)
FY 2005 Total Appropriation					
Agency Request	158.25	7,268,900	30,314,700	5,285,400	42,869,000
<i>Governor's Recommendation</i>	158.25	7,179,500	30,303,500	5,284,500	42,767,500
Non-Cognizable Funds and Transfers					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	0.00	0	0	0	0
Expenditure Adjustments					
This reduction reflects an adjustment in the capital construction budget to more accurately reflect revenues and expenditures for the year.					
Agency Request	0.00	0	(3,000,000)	0	(3,000,000)
<i>Governor's Recommendation</i>	0.00	0	(3,000,000)	0	(3,000,000)
FY 2005 Estimated Expenditures					
Agency Request	158.25	7,268,900	27,314,700	5,285,400	39,869,000
<i>Governor's Recommendation</i>	158.25	7,179,500	27,303,500	5,284,500	39,767,500
Removal of One-Time Expenditures					
Includes removal of the one-time 1% CEC and the removal of one-time capital outlay.					
Agency Request	0.00	(459,600)	(10,591,400)	(2,270,100)	(13,321,100)
<i>Governor's Recommendation</i>	0.00	(455,300)	(10,580,200)	(2,269,200)	(13,304,700)
Base Adjustments					
Reflects a transfer of one position from Park Operations to Management Services and a transfer between capital outlay and operating expenses, both of which net to zero.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	0.00	85,100	0	0	85,100
FY 2006 Base					
Agency Request	158.25	6,809,300	16,723,300	3,015,300	26,547,900
<i>Governor's Recommendation</i>	158.25	6,809,300	16,723,300	3,015,300	26,547,900

Department of Parks and Recreation

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	109,500	36,000	9,200	154,700
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>84,800</i>	<i>27,800</i>	<i>7,200</i>	<i>119,800</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	12,600	44,400	4,100	61,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Replacement Items					
Management Services Division: Includes \$87,800 for computer hardware replacement (approximately 1/3 of the agency's hardware components), \$7,500 for software upgrades, and \$25,000 for one vehicle which has 123,000 miles.					
Park Operations Division: Includes \$542,000 for State Park infrastructure improvements such as utility repairs, picnic tables, dock replacements and park vehicle and equipment replacement. Also includes \$1,286,500 for replacement equipment for the Outdoor Recreation programs for snowmobile, motorbike, boating and waterways programs. Most of the cost here is for replacement of 6 of 36 over-snow machines for the counties (\$1,050,000). There is also a request for \$151,200 for replacement of computer hardware and software.					
Capital Development Division: Includes \$2,661,000 for large facility repair and improvement projects such as road and bridge maintenance, irrigation systems, restroom replacement and roofing projects.					
Agency Request	0.00	1,189,700	3,074,100	467,400	4,731,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>3,074,100</i>	<i>467,400</i>	<i>3,541,500</i>
Nonstandard Adjustments					
Management Services: Includes \$1,129,300 in increased spending authority for pass-through grant awards for various recreation projects, \$25,300 for various communication system increases, and \$82,500 for Attorney General fee increases.					
Park Operations: \$44,500 to cover costs of unprecedented increases in operating costs experienced by the parks, including gasoline, heating fuel, phones, and sewer.					
Agency Request	0.00	144,900	932,800	200,000	1,277,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>75,100</i>	<i>932,800</i>	<i>200,000</i>	<i>1,207,900</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	51,800	33,300	5,600	90,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>51,800</i>	<i>33,300</i>	<i>5,600</i>	<i>90,700</i>

Department of Parks and Recreation

Analyst: Youtz

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	197,600	139,200	35,900	372,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>197,600</i>	<i>139,200</i>	<i>35,900</i>	<i>372,700</i>

FY 2006 Program Maintenance

Agency Request	158.25	8,515,400	20,983,100	3,737,500	33,236,000
<i>Governor's Recommendation</i>	<i>158.25</i>	<i>7,218,600</i>	<i>20,930,500</i>	<i>3,731,400</i>	<i>31,880,500</i>

1. Restore & Stabilize Priority Park Service

Park Operations

This request would restore General Funds for different park areas where the public's health and safety could be at risk because of past budget reductions. General Funds are also requested to add funding for a curator position at Old Mission State Park for the Sacred Encounters exhibit. In addition, the department continues to meet visitor demands and generate revenue by renting cabins, campsites, yurts, and day/ group use facilities. This request would provide spending authority for the park revenues generated by those facilities.

Overall, the distribution of this request is as follows: Old Mission-\$46,900; revenues from 20 camper cabins-\$19,000; Bear Lake- \$7,000 ; Kokanee Cove- \$20,500; reservation system seasonals-\$30,000; Winchester Park seasonals-\$19,000; Ashton Tetonia-\$10,000; Eagle Island ranger-\$46,900; Mesa Falls-\$5,000; Ponderosa Park-\$28,500; Outdoor Recreation Programs-\$20,000.

Agency Request	1.00	103,800	149,000	0	252,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>149,000</i>	<i>0</i>	<i>149,000</i>

2. Lost River Recreational Trail

Park Operations

This request would provide two seasonal positions and operational support from dedicated funds to support the proposed Lost River Recreation Trail, which will be the largest Off Highway Vehicle trail system in the state. If approved through the various permitting processes, the trail would run through parts of Custer, Lemhi and Butte counties, with oversight of the project assigned to Land of the Yankee Fork State Park in Challis.

Agency Request	0.00	0	70,200	0	70,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>70,200</i>	<i>0</i>	<i>70,200</i>

3. IT Support Staff

Management Services

IDPR currently maintains over two hundred and fifty (250) PC's and twenty nine laptop computers at 30 locations spread throughout the state. Industry standards average one support person for every fifty PC's. IDPR currently employs one infrastructure support staff person in this roll. The standard would call for a minimum of five (5) support technicians or a combination of support staff and contract services (maintenance agreements and/or "on-call" technicians) for IDPR's operation. The dispersed nature of IDPR's Wide Area Network makes the understaffing more acute, requiring increased overtime for existing staff, increased system failures, and diminished service to the public.

Agency Request	1.00	73,000	0	0	73,000
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Department of Parks and Recreation

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
4. New Ponderosa Park Facility					Capital Development
<p>The Legislature appropriated General Fund money in the 2001 session to acquire a 48 acre parcel within Ponderosa State Park known as Lakeview Village, which was used as a mobile home park. The leases to current mobile home users have expired and the site has been cleared of structures and vacated. This one-of-a kind site on Payette Lake now needs to be developed with facilities that would complement the setting, meet public demands for services, and be an asset to the state park system. Initial design proposals contemplate a 30-room lodge at the site with conference facilities, parking and access to the 1,200 feet of beach on the property, and perhaps administrative and service improvements for park users locally and regionally.</p>					
Agency Request	0.00	5,728,000	0	0	5,728,000
<p><i>The Governor is recommending that this project be funded with permanent building funds in the Capital Budget within the Department of Administration.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
5. Major Capital Projects					Capital Development
<p>Each year the Parks Board identifies major capital projects that are needed to accommodate the increased recreational demand placed on current park facilities. Some are the result of failing infrastructures while others are the result of the growing demand on recreational opportunities at places like the newly acquired Castle Rocks State Park. Still others are intended to continue to bring facilities into compliance with the Americans with Disabilities Act (ADA).</p>					
Agency Request	0.00	570,000	545,000	550,000	1,665,000
Governor's Recommendation	0.00	0	545,000	550,000	1,095,000
6. Cabins, Yurts & Volunteer Sites					Capital Development
<p>This request will provide new cabins, yurts and volunteer sites within the park system. Adding these sites will respond to the need of park users who wish to camp in our parks but do not have access to a recreational vehicle or tent camp. The income from these facilities is used to maintain and manage the park system throughout the year.</p>					
Agency Request	0.00	0	260,000	200,000	460,000
Governor's Recommendation	0.00	0	260,000	200,000	460,000
7. Misc Park Equipment Upgrades					Park Operations
<p>This one-time request is for dedicated and federal funds for miscellaneous equipment upgrades such as lawn mowers, trailers, tractors, and projectors (\$214,300). Also included is \$60,000 for major improvements to the shooting range at Farragut.</p>					
Agency Request	0.00	0	224,300	50,000	274,300
Governor's Recommendation	0.00	0	224,300	50,000	274,300
8. Forest Management					Park Operations
<p>The department's strategic plan calls for continued proactive management of its forest resources within the park system. This request would provide dedicated park funds to contract a professional forester when necessary for consultation on forest management projects, and also hire seasonal staff to clean up after a timber sale.</p>					
Agency Request	0.00	0	50,000	0	50,000
<p><i>Not recommended by the Governor.</i></p>					
Governor's Recommendation	0.00	0	0	0	0

Department of Parks and Recreation

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
9. Historic Preservation					
					Management Services
<p>The Idaho department of Parks and Recreation has entered into an agreement with the Idaho State Historic Preservation Office that requires site analysis and research on any project which breaks ground or renovates structures to identify and preserve any significant historic, cultural, anthropological or geologic sites. These funds would be used to contract out for professional services rather than hire in-house staff.</p>					
Agency Request	0.00	25,000	0	0	25,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
10. Planning & Studies					
					Capital Development
<p>Approximately half of Idaho's state parks have comprehensive master plans that identify and map the park's natural, historical and cultural resources; research and record the park's history in context with the regional history; identify issues of special concern in and around the park; identify comprehensive plans and ordinances in areas adjacent to the park which may impact the park and/or its visitors; identify adjacent landowners and neighbors; inventory and assess park utilities, facilities and land use agreements; identify park and the surrounding area recreation supply and demand; identify park significance, classification, mission, goals and objectives; and propose land use, development and cost estimates for the future. Master plans are important for parks to be developed in an orderly fashion. With master plans available for only half the park system, there is a serious backlog of plans to be completed. This decision unit would provide for two master plans, one produced by consultants and one produced by staff.</p>					
Agency Request	0.00	120,000	0	0	120,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
11. Information Systems Help Desk					
					Management Services
<p>Help desk calls and the effort to manage and track requests for service are overwhelming technical staff resources, taking valuable time which could be better used servicing systems. Demand for coaching assistance relating to the use of production applications and in troubleshooting system problems is on the rise. Staffing levels required to support existing network infrastructure are below industry accepted norms. This position would be expected to manage the help desk (including a call tracking system), provide telephone support to users, maintain documentation, and provide clerical support for the unit.</p>					
Agency Request	1.00	0	53,800	0	53,800
Governor's Recommendation	1.00	0	53,800	0	53,800
12. IT Training and Support					
					Management Services
<p>This request would provide ongoing, direct training to agency staff in order to keep up with constantly evolving technology in the agency's information systems. The training would be provided for both IT support technicians as well as all end users of computers throughout the agency. The funds would be used to contract out training expenses, including costs of fees, travel, and and additional software .</p>					
Agency Request	0.00	138,000	0	0	138,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	161.25	15,273,200	22,335,400	4,537,500	42,146,100
Governor's Recommendation	159.25	7,218,600	22,232,800	4,531,400	33,982,800

Department of Parks and Recreation

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	3.00	8,453,900	(103,300)	64,700	8,415,300
% Change from Original App	1.9%	124.0%	(0.5%)	1.4%	24.9%
<i>Governor's Recommendation</i>					
Change from Original App	1.00	399,300	(205,900)	58,600	252,000
% Change from Original App	0.6%	5.9%	(0.9%)	1.3%	0.7%

Lava Hot Springs

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	1,327,100	1,002,000	1,663,100	1,650,300	1,643,100
Percent Change:		(24.5%)	66.0%	(0.8%)	(1.2%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	558,400	534,000	600,000	637,100	631,800
Operating Expenditures	527,400	438,700	509,300	516,900	515,000
Capital Outlay	241,300	29,300	553,800	496,300	496,300
Total:	1,327,100	1,002,000	1,663,100	1,650,300	1,643,100
Full-Time Positions (FTP)	10.00	10.00	10.00	10.00	10.00

Division Description

Land administered by the Lava Hot Springs Foundation, consisting of 178 acres along the Portneuf River in Bannock County, was purchased from the tribal government by the Federal Government in 1902. Later that year, the Federal Government ceded the land to the State of Idaho, with the provision that the State reserve the land for public use under such regulation as the State may prescribe. The State created the Foundation to manage the land. In 1962 and 1963, severe flooding damaged the Foundation's swimming pools and hot baths. Subsequently, the Foundation implemented a rebuilding program culminating in the construction of a new swimming pool recreation complex which was dedicated in August 1969.

Idaho Code, Section 67-4401, states that all right to operate, manage, and control Lava Hot Springs is vested in the Lava Hot Springs Foundation. Such Foundation shall consist of a five member board, appointed by the Governor, on a staggered basis, for six-year terms. The Foundation employs 10 full-time people and about 40 part-time people in the summer when the swimming pool is open. The pool is open from Friday before Memorial Day through Labor Day. The hot baths are open all year. The Lava Hot Springs Foundation is a self-sustaining financial operation with all operating revenues generated from hot baths and swimming pool entrance fees, swimsuit, towel, and locker rentals, miscellaneous merchandise sales, and lease agreements.

Lava Hot Springs

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	10.00	0	1,663,100	10.00	0	1,663,100
HB 805 One-time 1% Salary Increase	0.00	0	3,500	0.00	0	3,500
Governor's Rescission	0.00	0	0	0.00	0	(43,400)
FY 2005 Total Appropriation	10.00	0	1,666,600	10.00	0	1,623,200
Removal of One-Time Expenditures	0.00	0	(557,300)	0.00	0	(557,000)
Base Adjustments	0.00	0	0	0.00	0	43,100
FY 2006 Base	10.00	0	1,109,300	10.00	0	1,109,300
Benefit Costs	0.00	0	11,600	0.00	0	6,300
Inflationary Adjustments	0.00	0	6,600	0.00	0	0
Replacement Items	0.00	0	46,300	0.00	0	46,300
Nonstandard Adjustments	0.00	0	1,000	0.00	0	5,700
Change in Employee Compensation	0.00	0	4,900	0.00	0	4,900
27th Payroll	0.00	0	20,600	0.00	0	20,600
FY 2006 Program Maintenance	10.00	0	1,200,300	10.00	0	1,193,100
1. Pool & Dressing Room Improvements	0.00	0	400,000	0.00	0	400,000
2. Reunion Shelter Construction	0.00	0	50,000	0.00	0	50,000
FY 2006 Total	10.00	0	1,650,300	10.00	0	1,643,100
Change from Original Appropriation	0.00	0	(12,800)	0.00	0	(20,000)
% Change from Original Appropriation			(0.8%)			(1.2%)

Lava Hot Springs

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	10.00	0	1,663,100	0	1,663,100
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	3,500	0	3,500
Governor's Recommendation	0.00	0	3,500	0	3,500
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	0	(43,400)	0	(43,400)
FY 2005 Total Appropriation					
Agency Request	10.00	0	1,666,600	0	1,666,600
Governor's Recommendation	10.00	0	1,623,200	0	1,623,200
Removal of One-Time Expenditures					
Includes the removal of the one-time 1% CEC and one-time capital outlay appropriated for FY 2005.					
Agency Request	0.00	0	(557,300)	0	(557,300)
Governor's Recommendation	0.00	0	(557,000)	0	(557,000)
Base Adjustments					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	43,100	0	43,100
FY 2006 Base					
Agency Request	10.00	0	1,109,300	0	1,109,300
Governor's Recommendation	10.00	0	1,109,300	0	1,109,300
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	11,600	0	11,600
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	6,300	0	6,300
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	0	6,600	0	6,600
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0

Lava Hot Springs

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes \$9,800 for miscellaneous water pump replacement, \$16,500 for lawn care equipment, and \$20,000 for repairs to decks and walkways.					
Agency Request	0.00	0	46,300	0	46,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>46,300</i>	<i>0</i>	<i>46,300</i>
Nonstandard Adjustments					
Reflects reductions in Controller and Treasurer fees, and an increase in Risk Management costs.					
Agency Request	0.00	0	1,000	0	1,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,700</i>	<i>0</i>	<i>5,700</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	4,900	0	4,900
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>4,900</i>	<i>0</i>	<i>4,900</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	20,600	0	20,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>20,600</i>	<i>0</i>	<i>20,600</i>
FY 2006 Program Maintenance					
Agency Request	10.00	0	1,200,300	0	1,200,300
<i>Governor's Recommendation</i>	<i>10.00</i>	<i>0</i>	<i>1,193,100</i>	<i>0</i>	<i>1,193,100</i>
1. Pool & Dressing Room Improvements					
One-time funding from dedicated funds is requested to enclose the 25-yard swimming pool and remodel the dressing room building at the Olympic Swimming Complex. The building does not meet requirements of the ADA and has had no improvements since construction in 1969. At the time this smaller pool was constructed partial walls were built for future enclosure. Construction costs are for two walls and a roof and are estimated to total \$250,000, with \$50,000 being contributed from the local Lions club and other individuals. Enclosing the pool would facilitate year-round activities, promoting tourism and enhancing local community activities.					
Agency Request	0.00	0	400,000	0	400,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>400,000</i>	<i>0</i>	<i>400,000</i>
2. Reunion Shelter Construction					
This request would fund the construction of four picnic shelters at the reunion parks which are heavily used for large gatherings. Currently there are no shelters to allow families and other large gatherings to receive some protection from the weather. This project will enable Lava Hot Springs to attract more gatherings and enhance business in the local community.					
Agency Request	0.00	0	50,000	0	50,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>50,000</i>	<i>0</i>	<i>50,000</i>
FY 2006 Total					
Agency Request	10.00	0	1,650,300	0	1,650,300
<i>Governor's Recommendation</i>	<i>10.00</i>	<i>0</i>	<i>1,643,100</i>	<i>0</i>	<i>1,643,100</i>

Lava Hot Springs

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	0	(12,800)	0	(12,800)
% Change from Original App	0.0%		(0.8%)		(0.8%)
<i>Governor's Recommendation</i>					
Change from Original App	0.00	0	(20,000)	0	(20,000)
% Change from Original App	0.0%		(1.2%)		(1.2%)

Department of Water Resources

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Management & Support Services	1,807,000	1,642,900	2,220,900	2,469,800	2,460,600
Planning and Technical Services	6,414,700	4,394,600	6,367,400	6,520,000	6,364,100
Energy Resources	4,070,200	1,968,900	4,092,500	4,251,400	4,210,700
Snake River Basin Adjudication	3,267,200	3,235,000	3,451,900	3,539,400	3,520,700
Water Management	4,967,100	6,596,700	5,343,100	5,863,100	5,835,300
Total:	20,526,200	17,838,100	21,475,800	22,643,700	22,391,400
BY FUND CATEGORY					
General	9,931,800	9,686,200	10,514,000	12,156,100	11,543,600
Dedicated	6,731,800	3,937,100	7,185,800	6,619,000	7,017,900
Federal	3,862,600	4,214,800	3,776,000	3,868,600	3,829,900
Total:	20,526,200	17,838,100	21,475,800	22,643,700	22,391,400
Percent Change:		(13.1%)	20.4%	5.4%	4.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,508,200	9,995,100	11,053,200	11,784,500	11,740,700
Operating Expenditures	8,608,700	6,206,400	8,703,800	8,885,900	8,695,500
Capital Outlay	14,500	156,500	24,000	104,000	104,000
Trustee/Benefit	1,394,800	1,480,100	1,394,800	1,412,900	1,394,800
Lump Sum	0	0	300,000	456,400	456,400
Total:	20,526,200	17,838,100	21,475,800	22,643,700	22,391,400
Full-Time Positions (FTP)	176.00	176.00	176.00	176.00	176.00

Department Description

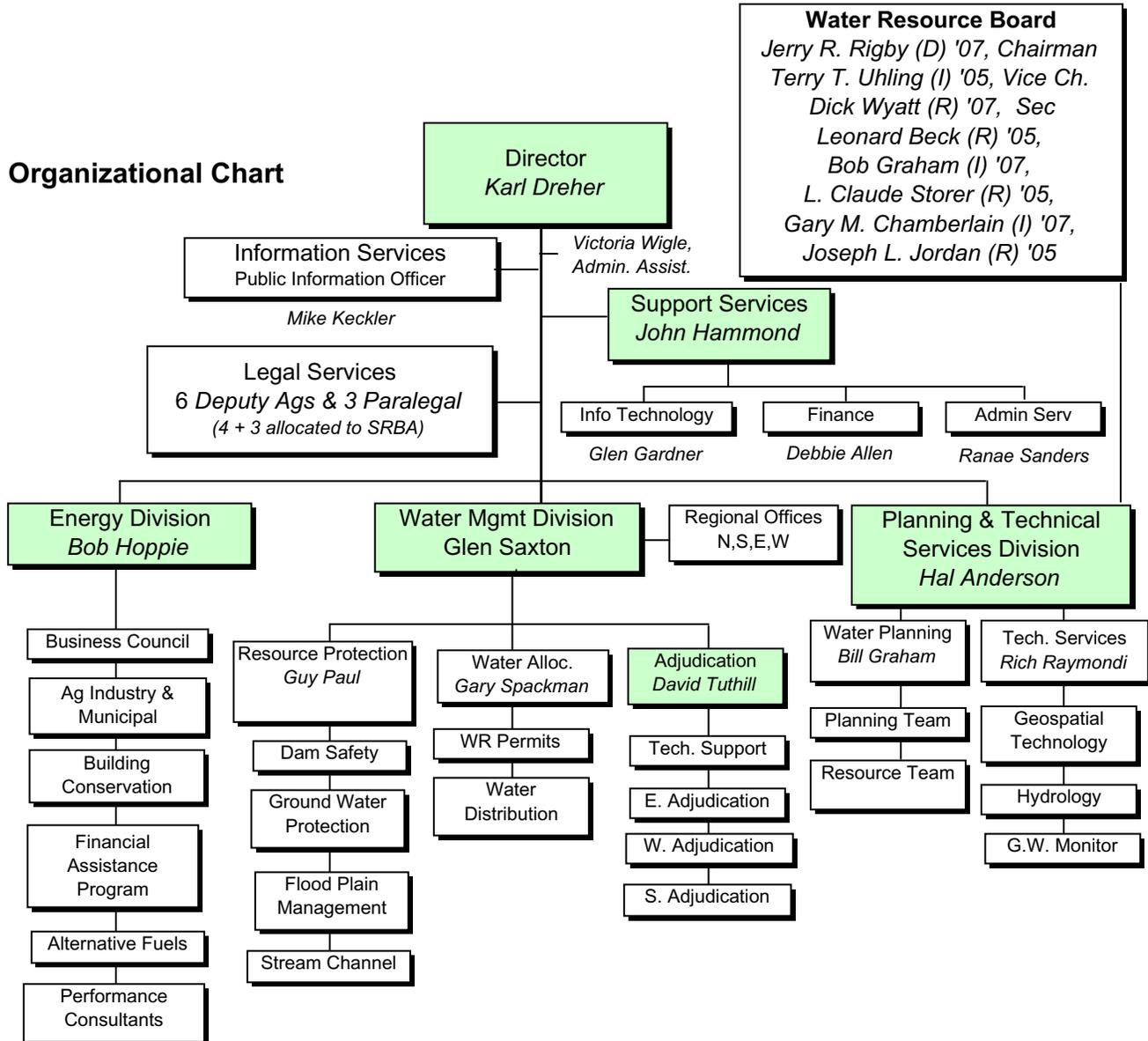
The Office of the State Engineer was created in 1895 to administer provisions of the Carey Act. Over the years, additional laws expanded the agency's duties, particularly with the increasing value, development, and use of Idaho's limited water resources. As the agency saw its responsibilities grow, it also saw its name change several times. In 1919 the agency became the Department of Reclamation; in 1943 the State Reclamation Engineer; and in 1970, the Department of Water Administration. Meanwhile, through amendment of the state constitution in 1964, the Water Resource Board was created to prepare the state water plan, a plan for optimum development of water resources in the public interest. The current name, the Department of Water Resources, resulted in 1974 from combining the Department of Water Administration with the Idaho Water Resource Board. The primary authority for the Department and its programs rests in Title 42, Idaho Code.

The department is divided into five major programs for budgeting purposes. The Management and Support Services program provides administrative, legal and information system support for the department; the Planning and Technical Services Division provides staff support for the Water Resources Board and provides planning, technical analysis and groundwater monitoring; the Energy Division provides financial assistance and technical assistance on energy conservation and alternative energy development issues; the Snake River Basin Adjudication program is responsible for completing a fair and accurate determination of the nature, extent and priority of Snake River Basin water rights; and the Water Management Division provides water resource protection through inspection and regulatory programs, and provides water allocation services through permits and water distribution programs.

Department of Water Resources Agency Profile

Analyst: Houston

party, term expires



Full-time Equivalent Positions in FY 2006 Base					
Program	General	Dedicated	Federal	Total by Program	
1. Management & Support	12.92	6.08	0.00	19.00	11%
2. Planning and Technical Services	28.70	0.62	5.68	35.00	20%
3. Energy Resources	0.58	11.32	8.10	20.00	11%
4. Snake River Basin Adjudication	34.00	0.00	0.00	34.00	20%
5. Water Management	42.54	20.13	3.33	66.00	38%
Total by Fund Source	118.74	38.15	17.11	174.00	
Percent of Total by Source	68%	22%	10%		

Excludes group positions. Also, Attorneys are paid through operating expenditures.

Department of Water Resources

Agency Profile

Analyst: Houston

Sources of Funds	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. General Fund (0001) The General Fund sources are the individual income tax, corporate income tax, sales tax, and other miscellaneous sources.	\$ 9,686,200	54.3%	\$ 10,514,000	\$ 12,156,100
2. Indirect Cost Recovery Fund (0125) Overhead charge for costs to administer federal programs.	495,600	2.8%	767,400	778,600
3. Water Pollution Control Fund (0200) Monthly transfers amounting to \$4.8 million per year from the General Fund.	791,700	4.4%	0	0
4. Water Administration Fund (0229-21) Fees collected for well drillers' licenses and permits, water right claim fees, permits to appropriate water, permits to appropriate geothermal resources, reviewing safety of dams, water bank receipts, processing of injection well applications, and penalties.	689,500	3.9%	1,122,600	1,029,600
5. Water Resources Adjudication Fund (0337) Established in 1985 as a result of the Swan Falls agreement concerning the usage of water from the Snake River Basin. Receipts are deposited from filing fees as scheduled in law and are used to pay the costs attributable to adjudication.	534,200	3.0%	703,500	712,600
6. Miscellaneous Revenue Fund (0349) Revenues include fees collected from water district 01, fees collected for maintenance of Priest Lake Dam, and miscellaneous revenues from interstate and intrastate agencies and utilities.	872,000	4.9%	2,365,600	1,961,700
7. Petroleum Price Violation Fund (0494) In the early 1970s, the Organization of Petroleum Exporting Countries (OPEC) embargoed crude oil exports to the United States. In response to this severe restriction in oil supply, the federal government regulated oil prices from 1973 to 1981 to prevent price gouging by domestic crude oil producers and to ensure fair allocation of oil resources. The federal Department of Energy was responsible for identifying violations, recovering overcharges, and obtaining restitution for wronged parties. Through the 1980s, several overcharge cases against domestic oil producers were settled or decided in court. Petroleum Price Violation funds are part of a nationwide redistribution to the states from the U.S. Department of Energy due to those settlements. Expenditure of the funds is required to benefit energy consumers and must not supplant state funds already allocated for energy-related programs. The Department of Water Resources is the state agency responsible for certifying that proposed projects meet these standards for allowable uses of violaton funds. The courts also specified that interest earned on these funds must be used for the same purposes.	554,000	3.1%	2,226,700	2,136,500
8. Federal Grant Fund (0348) Funds received from grants and agreements with federal agencies including the Federal Emergency Management Agency (FEMA) and United States Department of Energy (DOE).	4,214,900	23.6%	3,776,000	3,868,600
Total All Appropriated Funds	\$ 17,838,100	100.0%	\$ 21,475,800	\$ 22,643,700

The department also has three continuously appropriated funds. 1) the Revolving Development Fund is used to make loans for projects approved by the Water Board. 2) the Water Management Fund is used to make loans or grants for new water projects or the rehabilitation of existing water projects limited to reclamation, upstream storage, offstream storage, aquifer recharge, reservoir site acquisition and protection, water supply, water quality, recreation, and water resource studies, including feasibility studies for qualifying projects, and 3) the Water Rights Enforcement Fund receives civil penalties collected by the department for illegal diversions and is used to carry out the water enforcement program.

Department of Water Resources

Agency Profile

Analyst: Houston

Selected Measures	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
Management and Support				
1. News releases to statewide media	81	80	80	80
2. Brochures, pamphlets, and posters prepared	40	30	30	30
3. Technical reports designed, edited and printed	15	10	10	10
4. Energy Hotline calls answered	1,400	1,500	1,500	1,500
5. Average number of Internet "hits" monthly	14,300	6,000	7,000	7,000
Planning and Technical Services				
1. Conduct reviews of Comprehensive State Water Plan (CSWP) components as requested	0	0	0	0
2. No. of low cost loans for water projects	14	15	20	20
3. No. of grants for water project studies	2	15	20	20
4. Process minimum streamflow applications	2	0	2	4
5. Data sites collected through USGS	328gw/93sw	328gw/88sw	328gw/88sw	328gw/86sw
6. Data sites collected through IDWR contracts	49gw/9sw	135gw/20sw	135gw/20sw	135gw/20sw
7. Data sites collected by IDWR staff	70gw	125gw	125gw	125gw
8. No. of groundwater quality sites/analytes	400/144	398/96	400/100	400/100
Energy Resources				
1. Number of energy efficiency tests conducted	37	162	150	150
2. Number of technical site visits	805	182	200	200
3. Number of loans requested	49	25	125	150
4. Number of loans funded	25	14	75	100
5. Amount of loans funded	\$304,885	\$208,850	\$300,000	\$350,000
6. Annual energy savings generated	\$22,767	\$32,967	\$40,000	\$45,000
Snake River Basin Adjudication				
1. Basins examined for irrigation/other large uses	6	8	8	3
2. Hard copy, microfilm files and electronic records maintained	161,200	163,400	165,000	166,000
3. Partial decrees prepared for uncontested claims	7,481	9,933	12,000	12,000
4. Director's Reports prepared for the basins and filed with the SRBA Court	3,515	6,204	6,300	3,200
5. Objections resolved by Department's participation as independent technical expert	1,305	563	500	500
Water Management				
1. No. of permit change applications received	380	345	350	350
2. No. of water right permit field exams conducted	108	89	100	200
3. Measuring device installations checked	283	314	200	200
4. Investigate reported diversion violations	217	170	150	150
5. Number of new wells constructed	4,181	3,500	4,000	4,200
6. Number of wells inspected	2,306	2,500	3,000	3,200
7. Number of injection wells permitted	42	250	100	150
8. Number of injection wells inspected	185	43	200	200
9. Number of shallow injection wells	7,370	7,600	7,750	8,000
10. Number of stream channel alterations	411	482	600	600
11. Number of vacuum dredge mining permits	414	418	400	400
12. No. community floodplain assessment visits	21	20	20	20
13. No. of dam construction and special inspections	163	85	150	150

Department of Water Resources

Agency Profile

Analyst: Houston

Snake River Basin Adjudication¹ Costs

Fiscal Year	Fund Source	IDWR ²	Attorney General ³	Judicial ⁴	TOTAL
1985	SRBA Fund	150,900	0	0	150,900
1986	SRBA Fund	234,000	0	0	234,000
1987	General	680,000	0	0	680,000
	SRBA Fund	321,300	0	0	321,300
1988	General	651,700	0	0	651,700
	SRBA Fund	349,200	0	0	349,200
1989	SRBA Fund	2,366,100	0	0	2,366,100
1990	General	0	39,200	0	39,200
	SRBA Fund	2,030,700	0	0	2,030,700
1991	General	0	78,500	0	78,500
	SRBA Fund	2,308,600	0	101,300	2,409,900
1992	General	0	138,700	0	138,700
	SRBA Fund	2,615,900	0	225,700	2,841,600
1993	General	0	110,500	0	110,500
	SRBA Fund	2,636,000	0	522,500	3,158,500
1994	General	0	102,500	0	102,500
	SRBA Fund	2,332,500	0	413,300	2,745,800
1995	General	0	590,000	0	590,000
	SRBA Fund	2,697,100	0	483,400	3,180,500
1996	General	958,100	1,293,000	0	2,251,100
	SRBA Fund	1,255,200	0	538,900	1,794,100
1997	General	2,208,000	1,704,700	722,800	4,635,500
	SRBA Fund	433,000	0	0	433,000
1998	General	2,292,200	2,303,900	744,300	5,340,400
	SRBA Fund	165,400	0	0	165,400
1999	General	2,613,500	2,289,100	635,800	5,538,400
	SRBA Fund	(2,100)	0	0	(2,100)
2000	General	2,484,300	1,732,700	730,400	4,947,400
	SRBA Fund	142,300	0	0	142,300
2001	General	2,560,000	489,500	727,000	3,776,500
	SRBA Fund	247,600	0	0	247,600
2002	General	2,654,900	260,300	801,500	3,716,700
	SRBA Fund	429,300	0	0	429,300
2003	General	2,510,300	163,600	745,100	3,419,000
	SRBA Fund	313,100	0	0	313,100
2004	General	2,700,800	35,600	777,500	3,513,900
	SRBA Fund	534,200	0	0	534,200
2005 est	General	2,804,600	NA	832,100	3,636,700
	SRBA Fund	703,500	0	0	703,500
2006 req	General	2,826,800	NA	842,800	3,669,600
	SRBA Fund	712,600	0	0	712,600
TOTAL	General	27,945,200	11,331,800	7,559,300	46,836,300
	SRBA Fund	22,976,400	0	2,285,100	25,261,500
	TOTAL	50,921,600	11,331,800	9,844,400	72,097,800

Notes: 1) adjudicate *vb.*: to settle judicially 2) The Idaho Department of Water Resources (IDWR) is primarily responsible for adjudicating state-based water rights (permits, licenses, and beneficial uses). 3) The Attorney General's office is primarily responsible for adjudicating the federal-based water rights (federal reservations and tribal rights). 4) The state Judicial system is responsible for adjudicating both state-based and federal-based water rights. 5) FY 1999 adjusted for \$135,800 transfer-in from General Fund and \$133,700 expenditures. 6) At the end of FY 2004, the free-fund balance in the SRBA Fund was \$497,600. 7) Some estimates are "Not Available". 8) Water right filing fees are scheduled under §42-1414.

Department of Water Resources

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	176.00	10,514,000	21,475,800	176.00	10,514,000	21,475,800
Reappropriations	0.00	250,200	250,200	0.00	250,200	250,200
HB 805 One-time 1% Salary Increase	0.00	61,600	91,600	0.00	61,600	91,600
1. Energy Program Fund Shift	0.00	0	0	0.00	0	0
Governor's Rescission	0.00	0	0	0.00	(19,100)	(32,900)
FY 2005 Total Appropriation	176.00	10,825,800	21,817,600	176.00	10,806,700	21,784,700
Non-Cognizable Funds and Transfers	(2.00)	0	3,851,400	(2.00)	0	3,851,400
FY 2005 Estimated Expenditures	174.00	10,825,800	25,669,000	174.00	10,806,700	25,636,100
Removal of One-Time Expenditures	0.00	(323,100)	(4,954,700)	0.00	(319,600)	(4,939,500)
Base Adjustments	0.00	0	0	0.00	15,600	17,700
FY 2006 Base	174.00	10,502,700	20,714,300	174.00	10,502,700	20,714,300
Benefit Costs	0.00	112,100	193,200	0.00	86,800	149,400
Inflationary Adjustments	0.00	30,800	108,500	0.00	0	0
Replacement Items	0.00	96,000	96,000	0.00	96,000	96,000
Nonstandard Adjustments	0.00	(106,400)	(104,500)	0.00	(106,400)	(104,500)
Change in Employee Compensation	0.00	64,000	97,000	0.00	64,000	97,000
27th Payroll	0.00	247,400	379,100	0.00	247,400	379,100
Fund Shifts	0.00	244,700	0	0.00	244,700	0
FY 2006 Program Maintenance	174.00	11,191,300	21,483,600	174.00	11,135,200	21,331,300
1. Idaho Water Center Lease	0.00	285,800	338,000	0.00	285,800	338,000
2. Water Board Instream Flow Claims	0.00	456,400	456,400	0.00	0	456,400
3. Upper Salmon Water District	1.00	25,900	25,900	1.00	25,900	25,900
4. Hydrology Section Manager	1.00	96,700	96,700	1.00	96,700	96,700
5. Well Construction Rules	0.00	0	100,000	0.00	0	100,000
6. Palouse Aquifer Monitoring	0.00	100,000	100,000	0.00	0	0
7. Bear River Basin Hydrographer	0.00	0	43,100	0.00	0	43,100
Transfer to Adjudication Fund	0.00	0	0	0.00	0	0
FY 2006 Total	176.00	12,156,100	22,643,700	176.00	11,543,600	22,391,400
Change from Original Appropriation	0.00	1,642,100	1,167,900	0.00	1,029,600	915,600
% Change from Original Appropriation		15.6%	5.4%		9.8%	4.3%

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	176.00	10,514,000	7,185,800	3,776,000	21,475,800

Reappropriations

The FY 2005 appropriation bill included carryover language for unexpended and unencumbered General Fund balances from FY 2004.

Agency Request	0.00	250,200	0	0	250,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>250,200</i>	<i>0</i>	<i>0</i>	<i>250,200</i>

HB 805 One-time 1% Salary Increase

Agency Request	0.00	61,600	20,500	9,500	91,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>61,600</i>	<i>20,500</i>	<i>9,500</i>	<i>91,600</i>

1. Energy Program Fund Shift

Energy Resources

The Energy Division seeks a fund shift of \$36,200 in personnel costs from the Petroleum Price Violation Fund to the Miscellaneous Revenue Fund. Additional contractual awards from other states and the Northwest Energy Efficiency Alliance allow for the redirection of staff to the new contracts. Industry services contracts of \$25,500 include technical assistance and training for cogeneration, power quality, and voltage fluctuation. An \$8,200 transmission study will help regional utilities plan for future load and electricity transmission needs along the Idaho-Nevada border. Finally, an additional \$2,500 is available to bolster existing residential and commercial energy efficiency programs. [Ongoing]

Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor (nets to zero).</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of \$15,200 not needed to implement HB 805. In addition, the Governor recommends removal of \$17,700 risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(19,100)</i>	<i>(11,200)</i>	<i>(2,600)</i>	<i>(32,900)</i>
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FY 2005 Total Appropriation

Agency Request	176.00	10,825,800	7,206,300	3,785,500	21,817,600
<i>Governor's Recommendation</i>	<i>176.00</i>	<i>10,806,700</i>	<i>7,195,100</i>	<i>3,782,900</i>	<i>21,784,700</i>

Non-Cognizable Funds and Transfers

Eliminates 1 FTP from Planning and Technical Services and 1 FTP from Water Management to bring FTP count in line with available funding. Removes \$44,800 in Indirect Cost Recovery funds from Planning and Technical Services and \$21,400 in federal funding from Water Management. Transfers \$11,900 in Water Administration Funds from Management and Support to Water Management. Adjusts FTP between fund sources. Adds \$3,683,400 in federal spending authority for a contract with Bureau of Reclamation to implement the rental of water rights under a pilot program for leasing of Snake River natural flow water rights for the 2004 water year. Adds \$234,200 in one-time non-cognizable spending authority for the Water Administration Fund. The Twin Falls Canal Company and the Northside Canal Company were short of water during 2004 and could not meet the needs of their shareholders. The Department administered a natural flow rental from the water supply bank for 23,652.1 acre feet of water @\$11 per acre-foot (including a 10% administrative fee). The department had sufficient spending authority for the \$26,000 administrative cost but not the amount needed to pay the water supply bank.

Agency Request	(2.00)	0	189,400	3,662,000	3,851,400
<i>Governor's Recommendation</i>	<i>(2.00)</i>	<i>0</i>	<i>189,400</i>	<i>3,662,000</i>	<i>3,851,400</i>

Department of Water Resources

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2005 Estimated Expenditures					
Agency Request	174.00	10,825,800	7,395,700	7,447,500	25,669,000
<i>Governor's Recommendation</i>	<i>174.00</i>	<i>10,806,700</i>	<i>7,384,500</i>	<i>7,444,900</i>	<i>25,636,100</i>

Removal of One-Time Expenditures

Remove funding provided for one-time items including \$250,200 reappropriation, \$91,600 for one-time salary increase, \$3,917,600 non-consumable spending authority, \$300,000 for Water Agreement, \$360,000 for the move to the water center, \$11,300 for Attorney General fees, and \$24,000 for one-time capital outlay.

Agency Request	0.00	(323,100)	(926,700)	(3,704,900)	(4,954,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(319,600)</i>	<i>(917,600)</i>	<i>(3,702,300)</i>	<i>(4,939,500)</i>

Base Adjustments

Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,600</i>	<i>2,100</i>	<i>0</i>	<i>17,700</i>

FY 2006 Base					
Agency Request	174.00	10,502,700	6,469,000	3,742,600	20,714,300
<i>Governor's Recommendation</i>	<i>174.00</i>	<i>10,502,700</i>	<i>6,469,000</i>	<i>3,742,600</i>	<i>20,714,300</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	112,100	34,100	47,000	193,200
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>86,800</i>	<i>26,300</i>	<i>36,300</i>	<i>149,400</i>

Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	30,800	49,700	28,000	108,500
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Replacement Items

Requests funding to replace three pickup trucks and a van.

Agency Request	0.00	96,000	0	0	96,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>96,000</i>	<i>0</i>	<i>0</i>	<i>96,000</i>

Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their prior-year actual use of certain services. Non-standard adjustments include Attorney General (\$109,100), State Controller \$6,900, State Treasurer (\$600), and changes in property and casualty insurance premiums (\$1,700).

Agency Request	0.00	(106,400)	1,900	0	(104,500)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(106,400)</i>	<i>1,900</i>	<i>0</i>	<i>(104,500)</i>

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	64,000	22,700	10,300	97,000
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	64,000	22,700	10,300	97,000

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	247,400	91,000	40,700	379,100
Governor's Recommendation	0.00	247,400	91,000	40,700	379,100

Fund Shifts

Water Management

During the 2002 session, JFAC chose to reduce the impact of budget cutbacks (that would have permanently reduced the department's base) by shifting \$492,900 from the General Fund to the Water Pollution Control Fund. Facing a continuing tight General Fund budget, the 2003 legislature was unable to shift funding back to the General Fund. Last session JFAC shifted \$214,600 back to the General Fund and the remainder to the Water Administration Fund and Federal Grants. This request shifts 2.00 positions and \$244,700 back from the Water Administration Fund to the General Fund.

Agency Request	0.00	244,700	(244,700)	0	0
Governor's Recommendation	0.00	244,700	(244,700)	0	0

FY 2006 Program Maintenance

Agency Request	174.00	11,191,300	6,423,700	3,868,600	21,483,600
Governor's Recommendation	174.00	11,135,200	6,366,200	3,829,900	21,331,300

1. Idaho Water Center Lease

Mgmt & Support, Tech Serv, Energy, SRBA, Water Mgmt

The department moved its main offices to 50,000 square feet of the Idaho Water Center in October of 2004. The Legislature approved the funding plan for the new office through House Concurrent Resolution 60 during the 2002 session. The Idaho State Building Authority has issued bonds and the Department is committed to repay a portion of the bonds through leases for the next 30 years. The main office houses administration and support for seven regional and satellite offices. The public may visit to research water right files, well driller reports and a variety of resource information. Most of the Water Resource Board meetings and various hearings, meetings, and conferences are held at this office. The new annual lease payment is \$900,000 but the Department only has \$562,000 in the base. This leaves the need for an additional \$338,000 in FY 2006 of which \$26,100 is from the Indirect Cost Recovery Fund and \$26,100 is from the Petroleum Price Violation Fund. [Ongoing]

Agency Request	0.00	285,800	52,200	0	338,000
Governor's Recommendation	0.00	285,800	52,200	0	338,000

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Water Board Instream Flow Claims					
					Management and Support Services
<p>The Idaho Water Resource Board has four remaining instream flow water rights to be adjudicated in the Snake River Basin Adjudication. The water right licenses and associated claim filing fees, in accordance with Title 42, Chapter 14, Section 14 Idaho Code, total \$1,521,200 as follows: Lemhi River 35 cubic feet per second (at \$100 per CFS) \$3,500; Clearwater River 3,515 CFS \$351,500; Clearwater River 5,750 CFS \$575,000; Clearwater River 5,910 CFS \$591,000, and \$200 (\$50 each) for claim filing fees. Idaho law provides that filing fees in excess of \$1,000 may be spread over as many as five annual payments. In the 2003 session, the Legislature provided 40% of the claim filing fees. Last session the Legislature provided another 30% of the fees. This decision unit requests the remaining 30% of the claim filing fees. Payment of these fees is necessary to provide the resources to complete the majority of the Department's work by mid FY 2006 as planned. [One-time transfer of \$456,400 to SRBA Fund for expenditure]</p>					
Agency Request	0.00	456,400	0	0	456,400
<i>The Governor recommends using Water Pollution Control Funds instead of the General Fund.</i>					
Governor's Recommendation	0.00	0	456,400	0	456,400
3. Upper Salmon Water District					
					Water Management
<p>The State of Idaho reached a negotiated settlement with the Secretary of Agriculture that determined the extent of the Wild & Scenic River Act on federal reserved water rights in the Salmon River Basin. A primary component of the settlement is agreement by the State of Idaho to enhance administration of water rights in the Salmon river Basin through the establishment and operation of water districts. Although water districts are normally funded locally, the requirements in the agreement require administration beyond that normally expected of water districts in mountainous areas. This request would provide for \$14,400 in personnel costs for three-months costs of a senior water resource agent, \$7,500 in operating expenses, and \$4,000 in capital outlay for the state to meet its obligations under the Salmon River Wild & Scenic River settlement agreement. Funding for the remaining nine months of the year is to be determined later. [\$4,000 one-time]</p>					
Agency Request	1.00	25,900	0	0	25,900
Governor's Recommendation	1.00	25,900	0	0	25,900
4. Hydrology Section Manager					
					Planning and Technical Services
<p>In 2003, demands for water distribution by priority water right holders resulted in potential curtailment of 1,350 ground water rights on the Eastern Snake River Plain. Last session, lawmakers and the Governor successfully avoided curtailment by passing HB 843 which provided funds to implement a one-year settlement agreement between spring users and the ground water districts in that area. One of the key provisions of the settlement involved the Eastern Snake Plain Aquifer ground water model which is now being used to simulate the effects of drought, surface irrigation, natural flows, and ground water pumping on spring flows. Due to limited staff resources in the department's hydrology section, the department changed its vacant Hydrology Section Manager position to a Technical Hydrologist in order to hire an additional ground water modeler. Although this helped address the immediate staffing problem there currently is no Section Manager to provide day-to-day supervision of the Hydrology Section. The General Fund request includes one FTP, \$84,300 for salary and benefits, \$8,400 in operating expenditures, and \$4,000 for furnishings and computer equipment for a total of \$96,700. [\$4,000 one-time]</p>					
Agency Request	1.00	96,700	0	0	96,700
Governor's Recommendation	1.00	96,700	0	0	96,700

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Well Construction Rules					Water Management
<p>The department currently administers a permitting procedure for well construction, inspects wells during construction, and investigates and resolves violations. On behalf of the Idaho Water Resource Board, the department contracted in 2003 the development of a report seeking statewide public input on the adequacy of existing well construction standards. Most of the input at each of the meetings held around the state was from the drilling community. The report outlined several areas of the rules that need to be addressed and recommended that the rules be updated through a negotiated rule-making process. The department now seeks spending authority from the Water Administration Fund to enter into contracts with consultants to complete the review and revision of the rules in order to adequately protect ground water resources of the state from waste or contamination. [One-time]</p>					
Agency Request	0.00	0	100,000	0	100,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>100,000</i>	<i>0</i>	<i>100,000</i>
6. Palouse Aquifer Monitoring					Planning and Technical Services
<p>The residents of western Latah County, including the City of Moscow and the University of Idaho, are entirely dependent upon ground water to meet their water supply needs. Water levels in the majority of the municipal wells in the Palouse Basin have been declining steadily for more than 50 years at a rate of 1 to 2 feet per year. Meanwhile, population continues to grow, including the unincorporated areas of the basin. After more than a decade of conservation and promotion of efficient water use under a management plan developed by the Palouse Basin Aquifer Committee (PBAC), pumping rates have stabilized and declines in the ground water levels have slowed. In 2002, the Idaho legislature passed SB 1239 which included \$100,000 to continue studies of the Palouse Basin aquifer. However, prior to receiving a detailed work plan from PBAC and developing a contract to encumber the funds, the Legislature cut the Department's budget by two percent. The Department chose to use the \$100,000 to help meet the holdback requirement. Since 2002, PBAC has determined that the highest priority work is the drilling of deep monitoring wells. These deep well fields are part of PBAC's \$962,000 project proposals and will provide important data to determine the status and future of ground water in the Palouse Basin. Requested by Rep. Tom Trail. [One-time]</p>					
Agency Request	0.00	100,000	0	0	100,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
7. Bear River Basin Hydrographer					Water Management
<p>The department intends to create a water measurement district in the Bear River Basin (all or portions of Bear Lake, Franklin, Caribou, Bannock, and Oneida Counties) pursuant to Idaho law for the purpose of measuring ground water diversions that have not been decreed or are not currently administered by a watermaster. Water right holders in the district may choose to have the department perform the hydrographer services for the district. These services include: measurement and reporting of ground water diversions, monitoring of ground water levels, maintaining records of holders of ground water rights, identifying diversions of water appearing to be in violation of water laws, and submitting an annual report to the department. The choice of department staff provides administrative efficiency because the director has the responsibility to supervise the hydrographers and this arrangement also allows for shared office space and equipment. However, no spending authority is needed if the district decides to hire the hydrographer. Either way, the water measurement district will charge assessments to water right holders in the district to provide funds for the position. The request includes \$29,500 in personnel costs and \$13,600 in operating expenditures. Existing staff would provide this service so no additional FTP are requested. [Ongoing, Miscellaneous Revenue Fund]</p>					
Agency Request	0.00	0	43,100	0	43,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>43,100</i>	<i>0</i>	<i>43,100</i>

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Transfer to Adjudication Fund					
Reassigns the appropriation to a transfer to the Adjudication Fund should the legislature approve enhancement #2 as requested.					
Agency Request	0.00	0	0	0	0
<i>Analyst Comment: The Governor recommends the second enhancement (Instream Flow Claims) be funded with Water Pollution Control Funds. If the legislature concurs, then the appropriation bill will contain a separate section transferring the cash and this decision unit will reflect a reduction of \$456,400 because spending authority for the cash is already in the Adjudication Fund base.</i>					
Governor's Recommendation	0.00	0	0	0	0
Management and Support Services					
FY 2006 Total					
Agency Request	176.00	12,156,100	6,619,000	3,868,600	22,643,700
Governor's Recommendation	176.00	11,543,600	7,017,900	3,829,900	22,391,400
Agency Request					
Change from Original App	0.00	1,642,100	(566,800)	92,600	1,167,900
% Change from Original App	0.0%	15.6%	(7.9%)	2.5%	5.4%
Governor's Recommendation					
Change from Original App	0.00	1,029,600	(167,900)	53,900	915,600
% Change from Original App	0.0%	9.8%	(2.3%)	1.4%	4.3%

Idaho Legislative Budget Book

Economic Development

2005 Legislative Session

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Idaho Legislative Budget Book

Department of Agriculture

2005 Legislative Session

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Department of Agriculture

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Agriculture, Dept of	26,281,700	21,979,500	26,792,700	31,927,000	31,445,100
Soil Conservation Commission	4,375,600	4,181,800	4,435,200	4,843,300	4,531,600
Total:	30,657,300	26,161,300	31,227,900	36,770,300	35,976,700
BY FUND CATEGORY					
General	9,504,600	9,442,800	9,497,600	10,627,700	9,940,600
Dedicated	17,703,500	12,857,000	18,123,800	19,611,300	19,536,900
Federal	3,449,200	3,861,500	3,606,500	6,531,300	6,499,200
Total:	30,657,300	26,161,300	31,227,900	36,770,300	35,976,700
Percent Change:		(14.7%)	19.4%	17.7%	15.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	18,957,400	15,169,500	19,892,800	21,988,100	21,876,000
Operating Expenditures	6,139,600	6,134,600	6,234,300	8,155,600	8,046,900
Capital Outlay	628,800	622,900	524,000	1,625,600	1,290,100
Trustee/Benefit	4,931,500	4,234,300	4,576,800	5,001,000	4,763,700
Total:	30,657,300	26,161,300	31,227,900	36,770,300	35,976,700
Full-Time Positions (FTP)	202.60	202.60	206.60	220.60	219.60

Department Description

The Department of Agriculture contains the budget for nine programs. Eight of these programs are budgeted together: Administration, Animal Industries, Agricultural Resources, Plant Industries, Agricultural Inspections, Marketing and Development, Animal Damage Control, and the Sheep Commission. The Soil Conservation Commission's budget is developed and submitted by the Commission's five member board and is appropriated in a separate appropriation bill.

Department of Agriculture

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration	1,924,500	1,722,800	1,752,200	1,981,700	1,971,100
Animal Industries	5,669,600	4,926,200	5,809,900	6,296,000	6,201,800
Agricultural Resources	3,232,100	2,869,500	3,384,700	3,705,300	3,637,800
Plant Industries	3,598,400	3,652,300	3,828,400	7,248,700	7,102,800
Agricultural Inspections	10,265,700	6,956,600	10,419,100	11,036,400	10,901,000
Marketing and Development	993,500	1,354,500	1,014,600	1,062,900	1,039,900
Animal Damage Control	427,300	381,300	407,300	411,300	407,300
Sheep Commission	170,600	116,300	176,500	184,700	183,400
Total:	26,281,700	21,979,500	26,792,700	31,927,000	31,445,100
BY FUND CATEGORY					
General	5,750,200	5,687,400	5,689,700	6,427,000	6,045,300
Dedicated	17,572,900	12,815,900	17,993,200	19,479,000	19,406,300
Federal	2,958,600	3,476,200	3,109,800	6,021,000	5,993,500
Total:	26,281,700	21,979,500	26,792,700	31,927,000	31,445,100
Percent Change:		(16.4%)	21.9%	19.2%	17.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	17,634,900	13,941,300	18,510,700	20,524,600	20,417,500
Operating Expenditures	5,199,000	5,128,100	5,106,200	7,012,900	6,918,800
Capital Outlay	628,800	566,700	524,000	1,498,600	1,270,100
Trustee/Benefit	2,819,000	2,343,400	2,651,800	2,890,900	2,838,700
Total:	26,281,700	21,979,500	26,792,700	31,927,000	31,445,100
Full-Time Positions (FTP)	181.60	181.60	185.60	199.60	198.60

Division Description

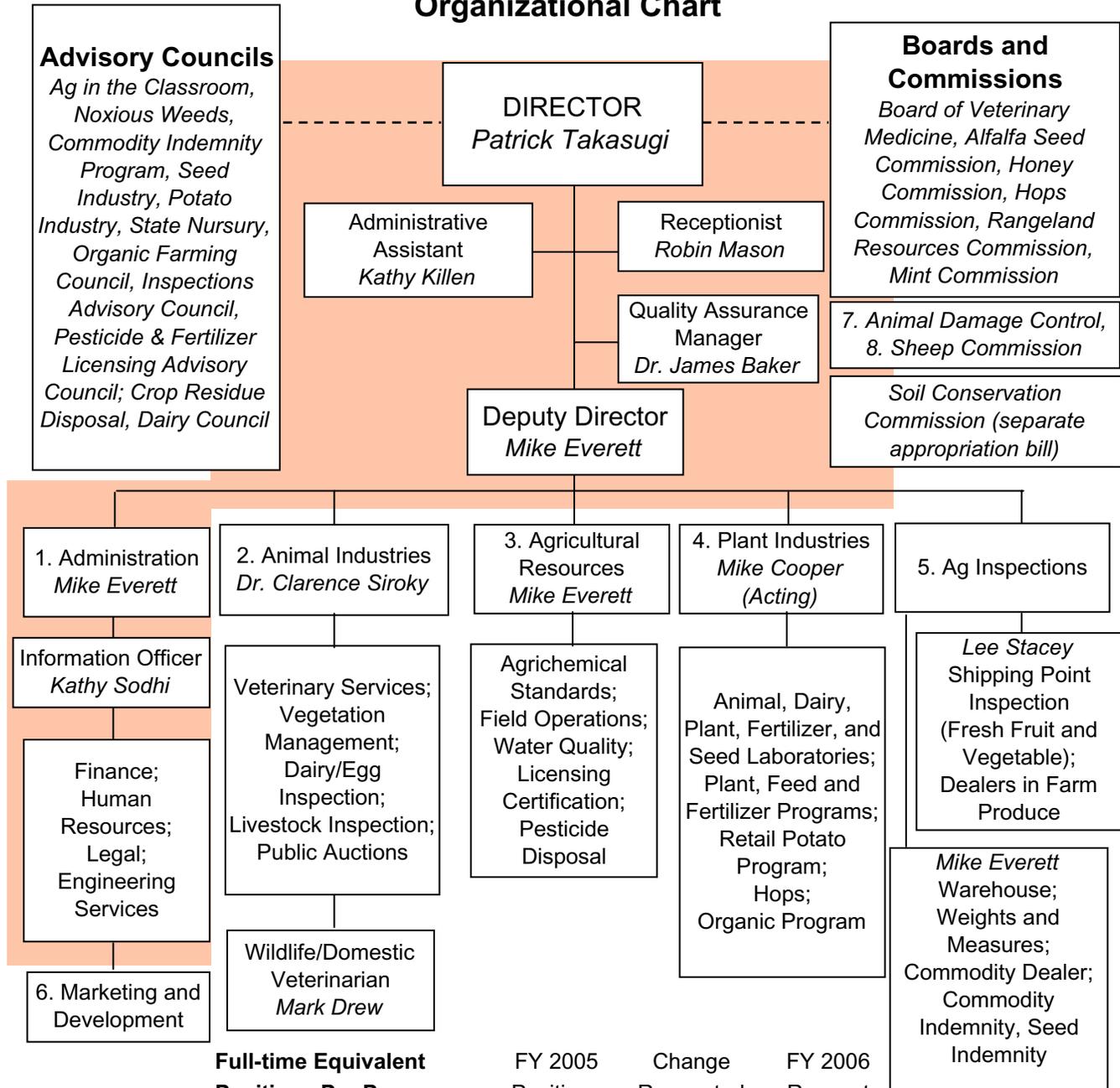
The goal of the Department of Agriculture is to guarantee that Idaho agricultural products are of high quality, disease-free, and meet federal and state laws, rules and regulations. The department protects consumers and producers from fraud and provides marketing assistance to the industry. There are eight budgeted programs. 1) The Administration program coordinates the accounting, payroll, legal, and personnel functions. 2) Animal Industries is responsible for veterinary services, vegetation management, livestock inspection, and animal waste management. 3) Agricultural Resources protects the public health, environment, livestock, and wildlife of the state from possible adverse effects resulting from the improper use of pesticides and fertilizers. 4) Plant Industries includes the Bureau of Laboratories and Plant Services, the Bureau of Seed Analysis, and the Honey Commission. 5) Agricultural Inspections includes the Bureau of Shipping Point Inspections, the Bureau of Warehouse Control, and the Bureau of Weights and Measures. 6) The Marketing and Development program assists Idaho food producers to increase their profitability by enhancing the marketing opportunities for their products. 7) The United States Department of Agriculture (USDA) Animal and Plant Health Inspection Service (APHIS) Wildlife Services program operates in Idaho under a memorandum of understanding with the Idaho State Animal Damage Control Board. 8) The Sheep Commission provides a comprehensive program involving disease and predator control to enable the sheep industry to maintain high production standards and economic returns.

The Soil Conservation Commission is part of the department but is budgeted in a separate appropriation bill.

Department of Agriculture Agency Profile

Analyst: Houston

Organizational Chart



Full-time Equivalent Positions Per Program	FY 2005 Positions	Change Requested	FY 2006 Request
1. Administration	17.32	0.00	17.32
2. Animal Industries	44.85	13.15	58.00
3. Agricultural Resources	31.47	0.00	31.47
4. Plant Industries	39.65	1.85	41.50
5. Agricultural Inspections	39.60	0.00	39.60
6. Marketing & Develop	9.71	0.00	9.71
7. Animal Damage Control	0.00	0.00	0.00
8. Sheep Commission	3.00	(1.00)	2.00
Total	185.60	14.00	199.60

Does not include 600 to 700 seasonal employees, other group positions, or 5.65 Indemnity staff.

Department of Agriculture

Agency Profile

Analyst: Houston

Sources of Funds

	FY 2004 Expenditures	Percent of Total	FY 2005 Total Approp.	FY 2006 Request
1. General Fund (0001)	\$ 5,687,400	25.9%	\$ 5,733,100	\$ 6,427,000
Individual income tax, corporate income tax, sales tax, and miscellaneous taxes, fees, and interest.				
2. Animal Damage Control Fund (0052-00)	100,000	0.5%	100,000	100,000
Cash transfers for the Department of Fish and Game.				
3. Admin. and Accounting Services (0125-01)	673,000	3.1%	775,000	902,400
Indirect costs from federal grants, assessments to other dedicated funds, rent receipts, and sales.				
4. Facilities Maintenance (0125-02)	87,300	0.4%	161,200	165,600
Allocations between bureaus and Health and Welfare for maintenance of Health/Ag Complex.				
5. Agricultural Smoke Management (0183-00)	90,000	0.4%	152,000	145,200
Fees for field burning in the ten northern counties.				
6. Agriculture in the Classroom (0320-00)	18,300	0.1%	28,000	28,400
Sale of agriculture license plates and retained interest.				
7. Agricultural Inspection (0330-00)	1,059,200	4.8%	1,749,000	1,830,600
Moneys received from inspections, taxes on bees, and livestock market operators.				
8. Weights and Measures Inspection (0330-12)	160,800	0.7%	228,900	326,000
Fees for licensing of weighing and measuring devices.				
9. Pest Control Deficiency (0331-00)	259,300	1.2%	0	0
Transfers from the General Fund or any other fund to suppress pest outbreaks.				
10. Ag Fees - Sheep Industry Reg (0332-03)	202,100	0.9%	266,800	272,900
Assessments on wool, cattle, horses, and mules. Includes support for Animal Damage Control.				
11. Ag Fees - Commercial Feed & Fert. (0332-04)	657,600	3.0%	897,500	923,700
Feed and fertilizer registration and inspection fees.				
12. Ag Fees - Pesticides (0332-05)	1,517,300	6.9%	1,905,700	1,964,100
Pesticide registration and applicator licenses and exam fees.				
13. Ag Fees - Livestock Disease Control (0332-06)	612,100	2.8%	799,600	911,700
Brand inspections, artificial insemination licenses, sale of pigs, and domestic cervidae producers.				
14. Ag Fees - Dairy Inspection (0332-07)	924,600	4.2%	1,042,500	1,544,800
Dairy and milk inspection fees. Business licenses, haulers permits, testers and graders licenses.				
15. Ag Fees - Honey Advertising (0332-08)	2,600	0.0%	16,400	16,600
Fees per hive or colony of bees.				
16. Ag Fees - Egg Inspection (0332-09)	93,400	0.4%	112,900	144,400
Egg distributor licenses, egg candler licenses, and assessments per dozen eggs produced.				
17. Ag Fees - Organic Food Products (0332-10)	73,800	0.3%	121,500	122,900
Registration fees, gross organic sales fee, inspection, and mileage fees from program participants.				
18. Ag Fees - Commercial Fisheries (0332-11)	100	0.0%	10,200	10,200
License fee on aquaculture facilities.				
19. Sheep and Goat Disease Indemnity (0334-00)	0	0.0%	20,300	20,300
Donations, sheep commission funds, federal grants, general funds.				
20. Seminars and Publications (0401-01)	226,700	1.0%	331,100	335,400
Cost recovery monies from private industry and trade associations. Sale of trichomoniasis test pouches.				
21. USDA Publications (0401-02)	35,600	0.2%	63,700	64,500
National Agricultural Statistics Service grant to distribute USDA market publications.				
22. Ag Fees - Fresh Fruit & Veg. Inspection (0486)	6,018,300	27.4%	9,309,800	9,615,000
Fees collected from interested parties for inspection of fruits and vegetables prepared for shipment.				
23. Agricultural Loans (0490-00)	3,800	0.0%	33,700	34,300
Federal Rural Rehabilitation Corporation loans and grants for rural agricultural development.				
24. Federal Grant Fund (0348-00)	3,476,200	15.8%	3,120,900	6,021,000
Moneys received from various federal agencies for a range of purposes.				
Total Appropriated Funds	\$ 21,979,500	100.0%	\$26,979,800	\$ 31,927,000

Department of Agriculture

Agency Profile

Analyst: Houston

Selected Measures

By Program and Fiscal Year	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
Administration				
1. Increase by 25% efficiency within administration	20%	25%	25%	NA
Animal Industries				
1. Conduct surveillance for all program diseases	2,123,921	2,059,944	2,300,000	2,200,000
2. Investigate and test animals suspected of disease	1,065	1,064	1,200	1,200
3. Inspect all dairy farms and plants for compliance	3,851	4,282	4,000	4,000
4. Conduct grading of dairy & egg products	81,475,405	66,061,605	2,000,000	2,500,000
5. Test animals, animal tissue for regulatory diseases	380,762	422,751	130,000	140,000
6. Investigate cases of alleged animal abuse	220	193	200	200
7. Inspect beef cattle waste management systems	320	336	350	350
8. Conduct odor inspections of Agricultural operations	531	283	300	300
Agricultural Resources				
1. Issue pesticide applicator licenses	7,478	7,541	8,500	8,500
2. Pesticide inspections and investigations	258	194	250	250
3. Chemigation inspections	253	252	250	250
4. Ground water samples	3,522	3,515	3,500	3,500
5. Waste pesticides disposed (pounds)	90,000	71,388	80,000	80,000
6. Containers recycled	90,000	103,000	100,000	110,000
7. Develop & maintain Internet information database	100%	100%	100%	100%
Plant Industries				
1. Review/registration of feed labels and products	7,941	8,113	7,500	7,500
2. Collect commercial feed samples	978	661	1,160	1,160
3. Issue nurseryman/Florist licenses	1,827	1,886	1,700	1,700
4. Inspect registered apiaries	1	3	5	5
5. Inspect fields for diseases (acres)	60,694	71,357	95,000	95,000
6. Enforcement action to assure quality Idaho seed	133	95	100	100
7. Perform purity, germination testing certified seeds	15,539	12,260	18,000	18,000
8. Issue seed dealers licenses	592	591	580	580
Agricultural Inspections				
1. 100% target for licensing warehouses in Idaho	100%	100%	100%	100%
2. 100% target for licensing commodity dealers	100%	100%	100%	100%
3. Inspect and test all known consumer weighing and measuring devices	98%	100%	100%	100%
4. Test gasoline octane at pumps	30%	10%	10%	10%
5. License Weighmasters	100%	100%	100%	100%
6. Provide inspection service to applicants requesting such service	100%	100%	100%	100%
7. Develop electronic means to assist grading process	1	2	2	1
Marketing and Development				
1. Lead domestic & international trade missions	2	1	3	3
2. Participate in targeted domestic & internal trade shows	5	5	5	5
3. Disseminate market information and reports	117,745	111,786	110,000	110,000
4. Respond to customer requests for information	624	597	600	600
5. Host buyer delegations	13	15	15	15
6. Distribute trade leads to Idaho companies	298	332	375	375
7. Provide development loans to Idaho agriculture	\$70,000	\$22,310	\$50,000	\$50,000

Department of Agriculture

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	185.60	5,689,700	26,792,700	185.60	5,689,700	26,792,700
HB 805 One-time 1% Salary Increase	0.00	43,400	187,100	0.00	43,400	187,100
Governor's Rescission	0.00	0	0	0.00	(70,000)	(147,900)
Pest Deficiency Warrants	0.00	259,300	259,300	0.00	259,300	259,300
Other Approp Adjustments	0.00	(259,300)	(259,300)	0.00	(259,300)	(259,300)
FY 2005 Total Appropriation	185.60	5,733,100	26,979,800	185.60	5,663,100	26,831,900
Non-Cognizable Funds and Transfers	0.00	0	2,467,000	0.00	0	2,467,000
FY 2005 Estimated Expenditures	185.60	5,733,100	29,446,800	185.60	5,663,100	29,298,900
Removal of One-Time Expenditures	0.00	(43,400)	(3,187,100)	0.00	(37,500)	(3,105,500)
Base Adjustments	0.00	(92,000)	(92,000)	0.00	(27,900)	(25,700)
FY 2006 Base	185.60	5,597,700	26,167,700	185.60	5,597,700	26,167,700
Benefit Costs	0.00	60,000	182,200	0.00	46,600	141,300
Inflationary Adjustments	0.00	25,600	98,300	0.00	0	0
Replacement Items	0.00	228,500	1,172,100	0.00	5,000	948,600
Nonstandard Adjustments	0.00	56,600	67,400	0.00	56,600	67,400
Change in Employee Compensation	0.00	32,500	90,500	0.00	32,500	90,500
27th Payroll	0.00	123,900	657,800	0.00	123,900	657,800
FY 2006 Program Maintenance	185.60	6,124,800	28,436,000	185.60	5,862,300	28,073,300
1. Program Reorganization	0.00	0	0	0.00	0	0
2. Egg Inspection Personnel Costs	0.00	0	15,000	0.00	0	15,000
3. Quality Assurance Laboratory	0.00	100,000	100,000	0.00	80,000	80,000
4. Invasive Species	1.00	86,200	86,200	0.00	0	0
5. Odor Detection	1.00	103,000	112,000	1.00	103,000	112,000
6. Range Operations	0.00	13,000	13,000	0.00	0	0
7. Milk Testing	1.00	0	232,300	1.00	0	232,300
8. Johnes Disease Prevention	1.00	0	84,400	1.00	0	84,400
9. National Animal ID Program Phase I	3.00	0	291,200	3.00	0	291,200
10. National Animal ID Program Phase II	4.00	0	360,700	4.00	0	360,700
11. Pest Survey	1.00	0	1,696,200	1.00	0	1,696,200
12. Reduce Sediment and Nutrient Runoff	2.00	0	500,000	2.00	0	500,000
FY 2006 Total	199.60	6,427,000	31,927,000	198.60	6,045,300	31,445,100
Change from Original Appropriation	14.00	737,300	5,134,300	13.00	355,600	4,652,400
% Change from Original Appropriation		13.0%	19.2%		6.2%	17.4%

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	185.60	5,689,700	17,993,200	3,109,800	26,792,700
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	43,400	132,600	11,100	187,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>43,400</i>	<i>132,600</i>	<i>11,100</i>	<i>187,100</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of \$81,600 not needed to implement HB 805. In addition, the Governor recommends removal of \$66,300 risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(70,000)</i>	<i>(68,300)</i>	<i>(9,600)</i>	<i>(147,900)</i>
Pest Deficiency Warrants					
					Plant Industries
<p>Idaho Code, §22-2108 authorizes the State Board of Examiners to approve deficiency warrants against the General Fund for up to \$500,000 to control agricultural pest and crop disease outbreaks within the state. This past year, Mormon crickets became a range and crop pest to ranchers in 19 southern Idaho counties. ISDA participated in eight cost-share grasshopper and cricket treatment programs totaling 66,851 acres. In addition to the pest control programs, the department uses this funding mechanism for the pest survey programs. The survey programs for Japanese Beetle, Leek Moth, European Pine Shoot Moth, Apple Maggot, and Cherry Fruit Fly protect the marketability of Idaho products. Fiscal year 2004 costs were \$26,300 for the exotic pest survey program, \$218,200 for Mormon cricket and grasshopper control, and \$14,800 for gypsy moth survey. The request includes \$53,100 for personnel costs (temporary staff) and \$206,200 for operating expenditures (travel and bait). [One-time]</p>					
Agency Request	0.00	259,300	0	0	259,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>259,300</i>	<i>0</i>	<i>0</i>	<i>259,300</i>
Other Approp Adjustments					
Transfer General Fund monies to the pest deficiency warrant fund where actual costs were incurred.					
Agency Request	0.00	(259,300)	0	0	(259,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(259,300)</i>	<i>0</i>	<i>0</i>	<i>(259,300)</i>
FY 2005 Total Appropriation					
Agency Request	185.60	5,733,100	18,125,800	3,120,900	26,979,800
<i>Governor's Recommendation</i>	<i>185.60</i>	<i>5,663,100</i>	<i>18,057,500</i>	<i>3,111,300</i>	<i>26,831,900</i>
Non-Cognizable Funds and Transfers					
Includes federal non-cog spending authority in the amounts of \$405,000 for Animal Industries, \$82,000 for Agricultural Resources, \$1,025,000 for Plant Industries, and \$955,000 for Marketing and Development.					
Agency Request	0.00	0	0	2,467,000	2,467,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>2,467,000</i>	<i>2,467,000</i>
FY 2005 Estimated Expenditures					
Agency Request	185.60	5,733,100	18,125,800	5,587,900	29,446,800
<i>Governor's Recommendation</i>	<i>185.60</i>	<i>5,663,100</i>	<i>18,057,500</i>	<i>5,578,300</i>	<i>29,298,900</i>
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(43,400)	(659,600)	(2,484,100)	(3,187,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(37,500)</i>	<i>(593,500)</i>	<i>(2,474,500)</i>	<i>(3,105,500)</i>

Department of Agriculture

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Base Adjustments

Move \$6,900 from operating expenditures to trustee and benefit payments for Ag-in-the-Class. Move \$10,000 from personnel costs to operating expenditures in the Marketing Program. Move \$10,000 from personnel costs to operating expenditures in the Sheep Commission. Remove \$92,000 in General Fund support for the Quality Assurance Laboratory. The FY 2000 appropriation contained a JFAC intent sunset clause that the appropriation be for a five-year period only. That \$100,000 appropriation was reduced by holdbacks down to the \$92,000 removed here.

Agency Request	0.00	(92,000)	0	0	(92,000)
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	(27,900)	2,200	0	(25,700)

FY 2006 Base

Agency Request	185.60	5,597,700	17,466,200	3,103,800	26,167,700
Governor's Recommendation	185.60	5,597,700	17,466,200	3,103,800	26,167,700

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	60,000	115,400	6,800	182,200
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	46,600	89,400	5,300	141,300

Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	25,600	46,700	26,000	98,300
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0

Replacement Items

Includes \$480,000 for 22 vehicles, \$110,000 for an equipped weights and measures truck, \$39,000 for a semi-tractor and trailer, \$150,700 for computer equipment, \$32,200 for software, \$251,500 for laboratory and field equipment, and \$108,700 for office equipment and furniture.

Agency Request	0.00	228,500	943,600	0	1,172,100
<i>Provides \$5,000 General Fund replacement capital outlay for survey equipment. Includes dedicated spending authority as requested. Eliminates the General Fund requested weights and measures truck (\$110,000), two pickup trucks (\$51,000), computer equipment (\$37,700), field equipment (\$14,800), and office equipment (\$10,000).</i>					
Governor's Recommendation	0.00	5,000	943,600	0	948,600

Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their prior-year actual use of certain services. Non-standard adjustments include Attorney General \$28,500, State Controller \$11,500, State Treasurer \$400, and changes in property and casualty insurance premiums \$27,000 for a total of \$67,400.

Agency Request	0.00	56,600	10,800	0	67,400
Governor's Recommendation	0.00	56,600	10,800	0	67,400

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	32,500	54,400	3,600	90,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	32,500	54,400	3,600	90,500

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	123,900	501,200	32,700	657,800
Governor's Recommendation	0.00	123,900	501,200	32,700	657,800

FY 2006 Program Maintenance					
Agency Request	185.60	6,124,800	19,138,300	3,172,900	28,436,000
Governor's Recommendation	185.60	5,862,300	19,065,600	3,145,400	28,073,300

1. Program Reorganization

Animal, Agricultural Resources, Plant Industries

The department seeks to reorganize some of its activities between budgeted programs: 1) Transfers three positions and \$1.4 million in federal funds and one position and \$406,000 in General Fund support to move the noxious weed program from the Animal Industries Program to the Plant Industries Program. The department moved the weed program to the animal program seven years ago due to personnel changes and is moving the program back due to personnel changes. 2) Five years ago the department moved the animal labs to the Plant Industries program. This request moves \$227,000 and 4.15 FTP from the Plant Industries Program back to the Animal Industries Program due to turnover and reprioritization. 3) Transfers \$140,000 in dedicated smoke management funds from Plant Industries to Agricultural Resources where staffing exists to manage the smoke management program. 4) Although the overall effect on the department's budget is zero, the reorganization results in an increase of \$140,000 to the Agricultural Resources Program, an increase of \$1,449,000 for the Plant Industries Program and a reduction of \$1,589,000 for the Animal Industries Program. [Ongoing]

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

2. Egg Inspection Personnel Costs

Animal Industries

This decision unit requests a transfer of \$15,000 from operating costs and an additional \$15,000 in personnel cost spending authority for the egg inspection program to allow adequate authority from the Egg Inspection Fund to pay for personnel costs. Currently, the department transfers the cash to the dairy program and the dairy program picks up the shortfall when the egg program runs out of spending authority. This overstates the dairy program expenditures and understates the egg program expenditures. [Ongoing]

Agency Request	0.00	0	15,000	0	15,000
Governor's Recommendation	0.00	0	15,000	0	15,000

Department of Agriculture

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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3. Quality Assurance Laboratory

Plant Industries

The Quality Assurance Laboratory in Twin Falls provides a valuable service to Idaho by testing for chemical residue to assure food safety and food quality. The FY 2001 appropriation contained JFAC intent including a sunset clause limiting the \$100,000 General Fund appropriation for the Quality Assurance Laboratory to a five-year period. That appropriation was reduced by \$8,000 due holdbacks over the years. In keeping with JFAC intent, the base budget has been reduced by \$92,000. This request would restore \$100,000 in General Fund support for the Quality Assurance Laboratory. These funds are passed through to the University of Idaho where the accounting for personnel, operating and capital expenditures are recorded. Other funding sources include fees generated for the services provided, commodity commission support, and occasional federal grants for needed equipment. [Ongoing]

Agency Request	0.00	100,000	0	0	100,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>80,000</i>	<i>0</i>	<i>0</i>	<i>80,000</i>

4. Invasive Species

Plant Industries

The Idaho Invasive Species Council (IISC) was created by Executive Order of Governor Kempthorne in September 2001. The IISC conducted a summit in February 2004 to solicit input from federal agencies, state agencies, local agencies, private associations, and land managers as to the best way to address "invasive species", defined as a species that is 1) non-native (or alien) to the ecosystem under consideration and 2) whose introduction causes or is likely to cause economic or environmental harm or harm to human health. Discussions led to the conclusion that a central clearinghouse is needed to coordinate the efforts of governmental agencies and private citizens across the state regarding invasive species. An invasive species coordinator stationed in Boise (salary \$45,300, \$17,600 benefits, \$3,300 for 27th pay period, \$15,000 for office space, travel, and supplies, \$2,000 for a computer, and \$3,000 for other equipment) would serve as the initial point of contact for reporting and identifying invasive species throughout Idaho, coordinate a timely response, and track follow-up activities. [1 FTP, \$77,900 ongoing]

Agency Request	1.00	86,200	0	0	86,200
<i>The Governor Recommends \$82,900 under the Office of Species Conservation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

5. Odor Detection

Animal Industries

ISDA is in the process of developing an odor standard. This enhancement adds a full-time Technician 4 (pay grade I, salary \$35,100, benefits \$15,200, and \$2,700 for the 27th payperiod), \$50,000 in operating expenditures, and \$9,000 in capital outlay to implement odor standards. Currently the department administers the Agricultural Odor Management Act under rules that utilize "best professional judgment". After an odor standard is established, agricultural operations will have a known set of objective criteria that must be achieved. One-time spending authority of \$9,000 from the Dairy Fund is for hand-held odor detection equipment. [\$11,700 one-time]

Agency Request	1.00	103,000	9,000	0	112,000
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>103,000</i>	<i>9,000</i>	<i>0</i>	<i>112,000</i>

6. Range Operations

Animal Industries

Increased funding for operating expenditures is needed to provide technical assistance to the livestock industry pertaining to rangeland management issues. The range program provides technical review of National Environmental Policy Act requirements, land use plans, and allotment management plans, and provides consultation with ranchers regarding compliance with the Endangered Species Act. In FY 2001 an additional position was approved but no additional operating expenditures were provided. The additional \$13,000 General Fund request will be used to meet the increased need for in-state travel, training, and supplies for personnel stationed in Boise, Twin Falls, and Idaho Falls. [Ongoing]

Agency Request	0.00	13,000	0	0	13,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Milk Testing					Animal Industries
<p>In April of 2004, the USDA eliminated component testing for milk. Consequently, verification of payments by producers to dairy farmers became nonexistent. The Idaho Dairymen's Association requested ISDA to initiate a milk component testing and certification program. Requested ongoing funding includes \$35,100 for salary and \$15,200 for benefits for a microbiologist (pay grade I), \$5,000 for computer software, \$8,000 for sampling, and \$7,000 for sample transportation. One-time funding of \$150,000 is requested for a milk fat, protein, and somatic cell analyzer with computer, \$6,000 for a laboratory refrigerator, and \$6,000 for two water baths. Target testing will be set for a minimum of 2 samples per producer per month. The testing would take place in the Dairy Lab on Penitentiary Road. Blind samples will be delivered to industry and private labs for quality control. The source of funding is from fees paid to ISDA by the dairy industry. Although authorized to set fees up to \$.004 per pound of fat, the current rate is \$.0025 per pound. [\$70,300 ongoing]</p>					
Agency Request	1.00	0	232,300	0	232,300
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>232,300</i>	<i>0</i>	<i>232,300</i>
8. Johnes Disease Prevention					Animal Industries
<p>Funding for a licensed veterinarian is requested to focus on developing the Johnes disease control and eradication program in Idaho. Johnes disease can decrease production in dairy cows and increase early culling which results in decreased profitability for the dairy producer. The veterinarian will also survey for Bovine Spongiform Encephalopathy, Tuberculosis, and other cattle diseases and will provide a resource on production issues such as dead animal disposal and animal nutrition. Proper animal nutrition has an impact on odor management and nutrient management. The request includes \$53,000 for salary, \$19,400 for benefits, \$10,000 for travel and supplies, and \$2,000 for a computer. The source of funding is from the Dairy Inspection Fund. [\$82,400 ongoing]</p>					
Agency Request	1.00	0	84,400	0	84,400
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>84,400</i>	<i>0</i>	<i>84,400</i>
9. National Animal ID Program Phase I					Animal Industries
<p>Three positions are requested to implement the national Animal Identification System in Idaho as mandated by the U.S. Department of Homeland Security and the United States Department of Agriculture. The three positions were authorized in September 2004 through the non-cognizable process. Ongoing spending authority is requested in the amount of \$140,400 for salaries and \$53,800 for benefits (Animal Identification Coordinator, Animal Identification Information Technology Coordinator, and Animal Identification Data Coordinator), \$29,000 for radio frequency identification tags, \$7,000 for travel, \$10,000 for supplies, \$21,800 for tag readers, \$22,000 for a vehicle, \$6,000 for three computers, and \$1,200 for a computer projector. [\$240,200 ongoing]</p>					
Agency Request	3.00	0	0	291,200	291,200
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>0</i>	<i>0</i>	<i>291,200</i>	<i>291,200</i>
10. National Animal ID Program Phase II					Animal Industries
<p>In phase II, four additional positions are requested to implement field activities to comply with the National Animal Identification System (NAIS). The plan calls for four Animal Identification Investigators (salaries of \$152,400 and benefits of \$63,600) to be hired in August of 2005, \$20,000 for travel and supplies, \$20,000 for radio frequency id tags, \$8,000 for four computers, \$8,700 for four tag readers, and \$88,000 for four vehicles. The source of funding is from ongoing USDA federal monies. The department has a five-year plan in place to fully implement the National Animal Identification System in Idaho. [\$256,000 ongoing]</p>					
Agency Request	4.00	0	0	360,700	360,700
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>0</i>	<i>0</i>	<i>360,700</i>	<i>360,700</i>

Department of Agriculture

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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11. Pest Survey

Plant Industries

The Idaho Congressional delegation assisted the department to obtain a federal grant from the US Department of Agriculture to be used to control Mormon cricket and grasshopper infestations. Monies will also be used to conduct surveys for exotic pests of regional and national significance. The grants will enable the department to better safeguard the public and the environment. One entomologist program manager (salary \$49,000 plus \$18,300 benefits) will be hired July 1, 2005. Group position funding of \$216,000 is requested for the costs of some existing staff and a large number of seasonal employees to conduct surveys, investigate complaints, and implement control programs. Also included is \$49,100 for travel, \$1,176,200 for bait, supplies, and contracted services, \$162,600 for indirect costs, and \$25,000 for a vehicle. Indications are that funding will continue for a number of years. [1 FTP and \$1,671,200 ongoing]

Agency Request	1.00	0	0	1,696,200	1,696,200
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>0</i>	<i>1,696,200</i>	<i>1,696,200</i>

12. Reduce Sediment and Nutrient Runoff

Animal Industries

The department received a federal Pacific Coastal Salmon Recovery Fund grant (passed through the Office of Species Conservation) in the fall of 2004 to address water quality issues impacting anadromous fish in the Salmon River and Clearwater River drainages. The department had sufficient federal fund spending authority to begin a program to address environmental issues associated with smaller unregulated livestock operations but may choose to request non-cog spending authority from the Division of Financial Management later in the fiscal year. The runoff pollutants of concern are sediment, nutrients, and bacteria. For FY 2006, two full-time Senior Agriculture Investigator positions are requested for \$76,200 in salaries and \$31,800 in benefits plus \$30,000 for group positions, \$120,000 for contracts (primarily engineering and architectural), \$50,000 for other operating costs, and \$192,000 for trustee and benefit payments. [Ongoing]

Agency Request	2.00	0	0	500,000	500,000
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>0</i>	<i>0</i>	<i>500,000</i>	<i>500,000</i>

FY 2006 Total

Agency Request	199.60	6,427,000	19,479,000	6,021,000	31,927,000
<i>Governor's Recommendation</i>	<i>198.60</i>	<i>6,045,300</i>	<i>19,406,300</i>	<i>5,993,500</i>	<i>31,445,100</i>

Agency Request

Change from Original App	14.00	737,300	1,485,800	2,911,200	5,134,300
% Change from Original App	7.5%	13.0%	8.3%	93.6%	19.2%

Governor's Recommendation

<i>Change from Original App</i>	<i>13.00</i>	<i>355,600</i>	<i>1,413,100</i>	<i>2,883,700</i>	<i>4,652,400</i>
<i>% Change from Original App</i>	<i>7.0%</i>	<i>6.2%</i>	<i>7.9%</i>	<i>92.7%</i>	<i>17.4%</i>

Soil Conservation Commission

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	3,754,400	3,755,400	3,807,900	4,200,700	3,895,300
Dedicated	130,600	41,100	130,600	132,300	130,600
Federal	490,600	385,300	496,700	510,300	505,700
Total:	4,375,600	4,181,800	4,435,200	4,843,300	4,531,600
Percent Change:		(4.4%)	6.1%	9.2%	2.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,322,500	1,228,200	1,382,100	1,463,500	1,458,500
Operating Expenditures	940,600	1,006,500	1,128,100	1,142,700	1,128,100
Capital Outlay	0	56,200	0	127,000	20,000
Trustee/Benefit	2,112,500	1,890,900	1,925,000	2,110,100	1,925,000
Total:	4,375,600	4,181,800	4,435,200	4,843,300	4,531,600
Full-Time Positions (FTP)	21.00	21.00	21.00	21.00	21.00

Division Description

The legislature transferred the Soil Conservation Commission from the Department of Lands to the Department of Agriculture effective July 1, 1997. The Commission's five members are appointed to staggered five-year terms by the Governor to assist the 51 Soil Conservation Districts (SCDs), Idaho Code, §22-2718. The objectives of the Commission are to:

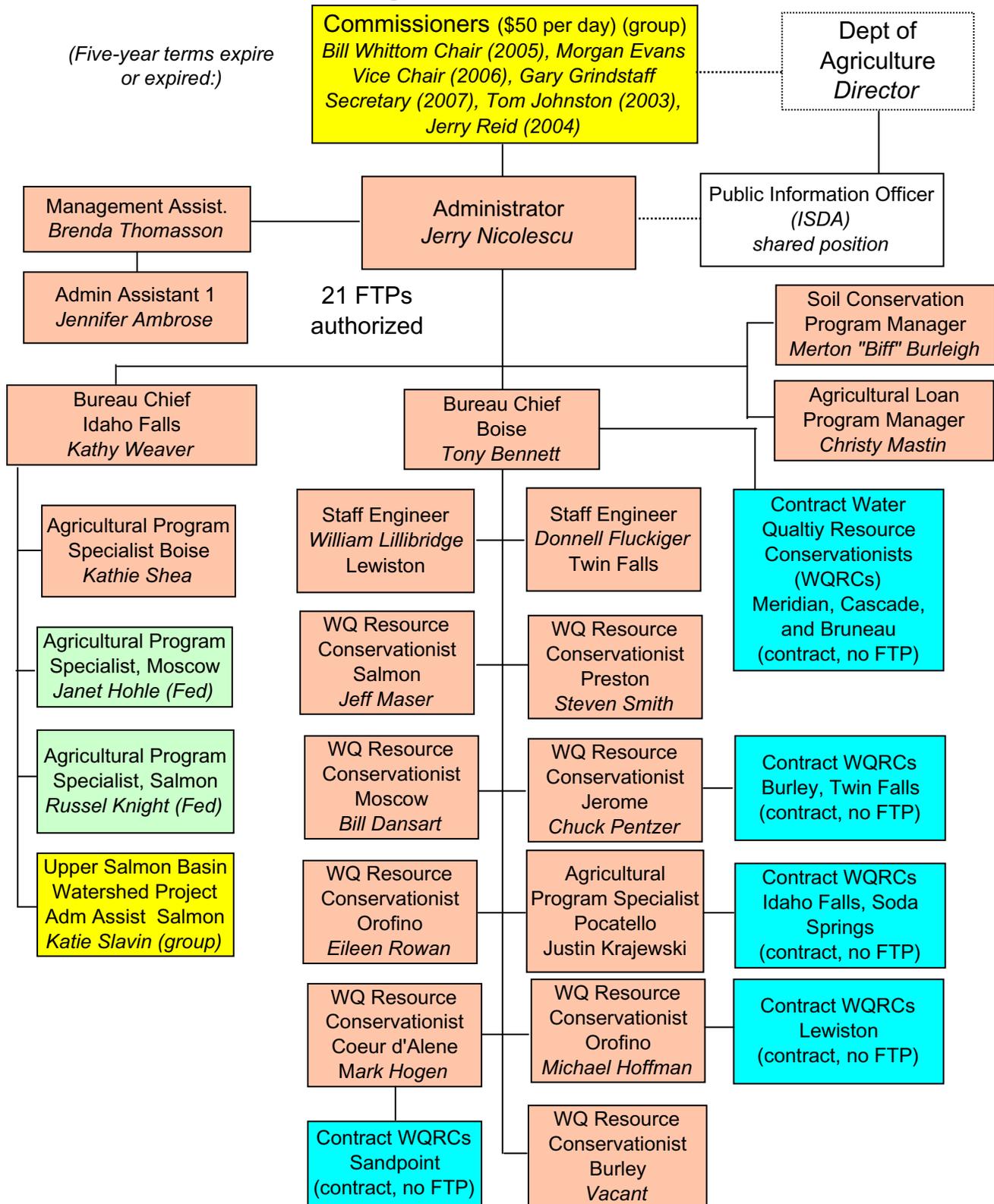
1. Improve the capabilities of the 51 SCDs by providing assistance to SCD elected officials in developing meaningful conservation programs and treatment measures.
2. Provide oversight and leadership to the commission staff enabling the organization to meet federal mandates, state program goals and local district natural resource priorities.
3. Improve the quality of surface and groundwater resources through implementation of local agricultural water quality projects and through application of best management practices.
4. Reduce soil erosion through state and local information programs for farmers and ranchers.
5. Provide soils information essential for all land management activities through participation in the national Cooperative Soil Survey.
6. Provide loans and grants for soil and water conservation projects through the Resource Conservation and Rangeland Development Fund.

Soil Conservation Commission

Agency Profile

Analyst: Houston

Organizational Chart ⁽¹⁾



Soil Conservation Commission

Analyst: Houston

Agency Profile

Strategic Planning Act

Major Functions (Targeted Performance Standards for each Function are available upon request)

1. Provide technical assistance in cooperation with USDA Natural Resource Conservation Service.
2. Provide administrative support and leadership to staff and districts.
3. Provide financial planning review, implementation, and guidance to the Commission and districts.
4. Provide personnel management support and leadership to Commission members and staff.
5. Provide assistance to districts in becoming proficient in recognizing their roles, accomplishing their responsibilities, and exercising their powers.
6. Implement processes for financial integrity, accounting, and protection of assets.
7. Provide district personnel guidance and assistance.
8. Improve the effectiveness of Commission staff addressing water quality issues through training, coordination, staffing plans, financial development, and strategic planning.
9. Strengthen Commission and District capacity to achieve state and local water quality goals and other major natural resource goals through identification and prioritization of concerns, securing needed resources, providing oversight and accountability, and identifying appropriate state and federal programs.
10. Enhance interagency relationships and coordination efforts to integrate multiple programs by discussion and cooperative training.
11. Enhance water quality programs information and education support through dissemination of policy, guidance and interagency program integration.
12. Strengthen water quality monitoring and evaluation efforts.
13. Soil survey state and private acres.
14. Provide complete modern soil surveys for all counties in Idaho.
15. Administer program providing long term, low interest loans for conservation improvements.
16. Provide grant funding for innovative projects improving range or riparian areas.

Resource Conservation & Rangeland Develop. Fund (0522)	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2005 Est
Beginning Free Fund Balance	\$1,288,700	\$1,949,000	\$2,608,700	\$2,558,100
Loan Principal Repaid	1,032,600	1,267,900	900,000	900,000
Loan Interest	320,300	312,700	350,000	350,000
State Treasurer Interest from pooled funds	58,700	45,100	50,000	50,000
Miscellaneous Receipts	200	0	0	0
Total Available for Year	2,700,500	3,574,700	3,908,700	3,858,100
Transfer out for loans	710,900	925,400	1,300,000	1,300,000
Cash Expenditures for Administration & Programs	40,600	40,600	50,600	73,300
Ending Free Fund Balance	\$1,949,000	\$2,608,700	\$2,558,100	\$2,484,800
Outstanding Loans:	\$5.9 million	\$5.5 million	\$5.9 million	\$7.0 million

Sources: Principal repayments and loan interest. Prior to 2001, this fund received revenues from the estate tax.

Uses: Loans for conservation improvements and water quality enhancement.

Clean Water State Revolving (CWSRF) - SCC Fund (0529)	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2005 Est
Beginning Free Fund Balance	\$0	\$0	\$13,400	\$8,400
Loan Principal Repaid	0	31,600	150,000	150,000
Loan Interest	0	27,800	150,000	150,000
Total Available for Year	0	59,400	313,400	308,400
Transfer to DEQ Interest & Principal Payments	0	45,500	225,000	225,000
Admin. Expenditures	0	500	80,000	81,000
Ending Free Fund Balance	\$0	\$13,400	\$8,400	\$2,400
Outstanding Loans:	\$0.9 million	\$1.1 million	\$1.1 million	\$2.7 million

Sources: An agreement with DEQ to use a portion of the CWSRF. Part of the loan interest.

Uses: Loans to address wastewater runoff, nutrient discharge, and water quality enhancement.

Soil Conservation Commission

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	21.00	3,807,900	4,435,200	21.00	3,807,900	4,435,200
HB 805 One-time 1% Salary Increase	0.00	13,100	14,700	0.00	13,100	14,700
1. Upgrade Loan Software	0.00	0	22,000	0.00	0	22,000
Governor's Rescission	0.00	0	0	0.00	(4,300)	(4,500)
FY 2005 Total Appropriation	21.00	3,821,000	4,471,900	21.00	3,816,700	4,467,400
Non-Cognizable Funds and Transfers	0.00	0	105,000	0.00	0	105,000
FY 2005 Estimated Expenditures	21.00	3,821,000	4,576,900	21.00	3,816,700	4,572,400
Removal of One-Time Expenditures	0.00	(13,100)	(141,700)	0.00	(8,800)	(137,200)
FY 2006 Base	21.00	3,807,900	4,435,200	21.00	3,807,900	4,435,200
Benefit Costs	0.00	19,800	21,800	0.00	15,300	16,800
Inflationary Adjustments	0.00	33,900	39,700	0.00	0	0
Replacement Items	0.00	127,000	127,000	0.00	20,000	20,000
Change in Employee Compensation	0.00	10,700	11,700	0.00	10,700	11,700
27th Payroll	0.00	41,400	47,900	0.00	41,400	47,900
FY 2006 Program Maintenance	21.00	4,040,700	4,683,300	21.00	3,895,300	4,531,600
1. Reimburse Water Quality Program	0.00	160,000	160,000	0.00	0	0
FY 2006 Total	21.00	4,200,700	4,843,300	21.00	3,895,300	4,531,600
Change from Original Appropriation	0.00	392,800	408,100	0.00	87,400	96,400
% Change from Original Appropriation		10.3%	9.2%		2.3%	2.2%

Soil Conservation Commission

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	21.00	3,807,900	130,600	496,700	4,435,200

HB 805 One-time 1% Salary Increase

Agency Request	0.00	13,100	0	1,600	14,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,100</i>	<i>0</i>	<i>1,600</i>	<i>14,700</i>

1. Upgrade Loan Software

Soil Conservation Commission

The Soil Conservation Commission is responsible for programs that provide low interest loans to landowners who implement qualified conservation practices. A new software program is needed as soon as possible to track the Resource Conservation and Rangeland Development Program (RCRDP) loans and the Clean Water State Revolving Fund (CWSRF) loans. The software must calculate loan amounts, principal payments, interest, late interest, prepayments, early payoffs and other intricacies of a loan program. Unfortunately, the current agency-developed program is not secure from internal tampering. The new software would allow a limited number of end users to access the program. This ability is critical to ensure adequate checks and balances are in place. The request includes \$22,000 from the RCRDP Fund to purchase Nortridge loan software including one year of online support. [One-time]

Agency Request	0.00	0	22,000	0	22,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>22,000</i>	<i>0</i>	<i>22,000</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of \$4,500 not needed to implement HB 805.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,300)</i>	<i>0</i>	<i>(200)</i>	<i>(4,500)</i>

FY 2005 Total Appropriation					
Agency Request	21.00	3,821,000	152,600	498,300	4,471,900
<i>Governor's Recommendation</i>	<i>21.00</i>	<i>3,816,700</i>	<i>152,600</i>	<i>498,100</i>	<i>4,467,400</i>

Non-Cognizable Funds and Transfers

Reflects one-time federal fund non-cog spending authority. The source is FRIMA (Fisheries Restoration Irrigation Mitigation Act) money from the U.S. Fish and Wildlife Service for projects in the Upper Salmon Basin (Panther Creek, Wallace Creek, Falls Creek, etc.) that the SCC is working on jointly with the Office of Species Conservation for diversion fish screening and similar projects.

Agency Request	0.00	0	0	105,000	105,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>105,000</i>	<i>105,000</i>

FY 2005 Estimated Expenditures					
Agency Request	21.00	3,821,000	152,600	603,300	4,576,900
<i>Governor's Recommendation</i>	<i>21.00</i>	<i>3,816,700</i>	<i>152,600</i>	<i>603,100</i>	<i>4,572,400</i>

Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	0.00	(13,100)	(22,000)	(106,600)	(141,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(8,800)</i>	<i>(22,000)</i>	<i>(106,400)</i>	<i>(137,200)</i>

FY 2006 Base					
Agency Request	21.00	3,807,900	130,600	496,700	4,435,200
<i>Governor's Recommendation</i>	<i>21.00</i>	<i>3,807,900</i>	<i>130,600</i>	<i>496,700</i>	<i>4,435,200</i>

Soil Conservation Commission

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	19,800	0	2,000	21,800
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	15,300	0	1,500	16,800
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	33,900	1,700	4,100	39,700
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

Includes \$120,000 to replace six vehicles, \$1,000 for two digital cameras, and \$6,000 for two infocus computer projectors.

Agency Request	0.00	127,000	0	0	127,000
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Provides one-time funds to replace one vehicle.

Governor's Recommendation	0.00	20,000	0	0	20,000
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	10,700	0	1,000	11,700
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	10,700	0	1,000	11,700
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	41,400	0	6,500	47,900
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Governor's Recommendation	0.00	41,400	0	6,500	47,900
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FY 2006 Program Maintenance					
Agency Request	21.00	4,040,700	132,300	510,300	4,683,300
Governor's Recommendation	21.00	3,895,300	130,600	505,700	4,531,600

1. Reimburse Water Quality Program

Soil Conservation Commission

The water quality program provides General Fund cost share to landowners for projects to implement best management practices (BMPs). Last year (FY 2004) at the request of the Governor, the Commission diverted \$160,000 for the Eastern Snake Plain Mitigation, Recovery and Restoration Agreement from projects already contracted throughout the state. Funding would be used to catch-up participants whose Water Quality Program projects were delayed. [One-time]

Agency Request	0.00	160,000	0	0	160,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Soil Conservation Commission

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	21.00	4,200,700	132,300	510,300	4,843,300
<i>Governor's Recommendation</i>	<i>21.00</i>	<i>3,895,300</i>	<i>130,600</i>	<i>505,700</i>	<i>4,531,600</i>
Agency Request					
Change from Original App	0.00	392,800	1,700	13,600	408,100
% Change from Original App	0.0%	10.3%	1.3%	2.7%	9.2%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>87,400</i>	<i>0</i>	<i>9,000</i>	<i>96,400</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>2.3%</i>	<i>0.0%</i>	<i>1.8%</i>	<i>2.2%</i>

Department of Commerce and Labor

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Commerce	28,585,000	23,049,800	30,019,800	31,079,500	31,054,900
Idaho Rural Partnership	278,600	155,600	281,700	290,700	288,200
Wage & Hour	446,200	443,600	552,400	601,300	572,000
Total:	29,309,800	23,649,000	30,853,900	31,971,500	31,915,100
BY FUND CATEGORY					
General	6,690,200	6,687,600	7,877,100	8,750,900	8,978,800
Dedicated	6,565,400	5,497,700	6,791,000	6,799,600	6,720,000
Federal	16,054,200	11,463,700	16,185,800	16,421,000	16,216,300
Total:	29,309,800	23,649,000	30,853,900	31,971,500	31,915,100
Percent Change:		(19.3%)	30.5%	3.6%	3.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,590,100	3,122,300	3,775,800	4,016,300	4,103,600
Operating Expenditures	4,326,200	4,127,000	4,678,600	4,856,900	4,771,800
Capital Outlay	12,000	24,900	18,000	31,100	8,200
Trustee/Benefit	21,381,500	16,374,800	22,381,500	23,067,200	23,031,500
Total:	29,309,800	23,649,000	30,853,900	31,971,500	31,915,100
Full-Time Positions (FTP)	63.00	62.00	61.50	62.50	63.50

Department Description

The Commerce side of the department is comprised of the following divisions:

- * Economic Development helps existing businesses expand, encourages the start-up of new Idaho businesses, and helps bring about economic diversification by attracting new businesses to Idaho. It assists local development efforts, and develops, maintains, and disseminates economic and demographic data.

- * Rural and Community Development provides financial and technical assistance to Idaho's cities and counties in the construction and rehabilitation of critical infrastructure to support economic diversification, expansion, and sense of community.

- * Tourism Development helps expand Idaho's tourism and recreation industry by marketing Idaho travel opportunities at home and abroad, distributing grants to communities to promote tourism, and developing the state's film industry.

- * Office of Science & Technology objectives are as follows:

- ~ Build, attract & retain a highly skilled technical workforce.
- ~ Invest in creating research and development excellence & promoting industry-university collaboration.
- ~ Facilitate commercialization of technology developed in Idaho.
- ~ Build an entrepreneurial culture that supports & nurtures new firm formation.
- ~ Invest in the infrastructure needed to support a technology-based economy.
- ~ Establish a national and international image for Idaho as a leading technology center.

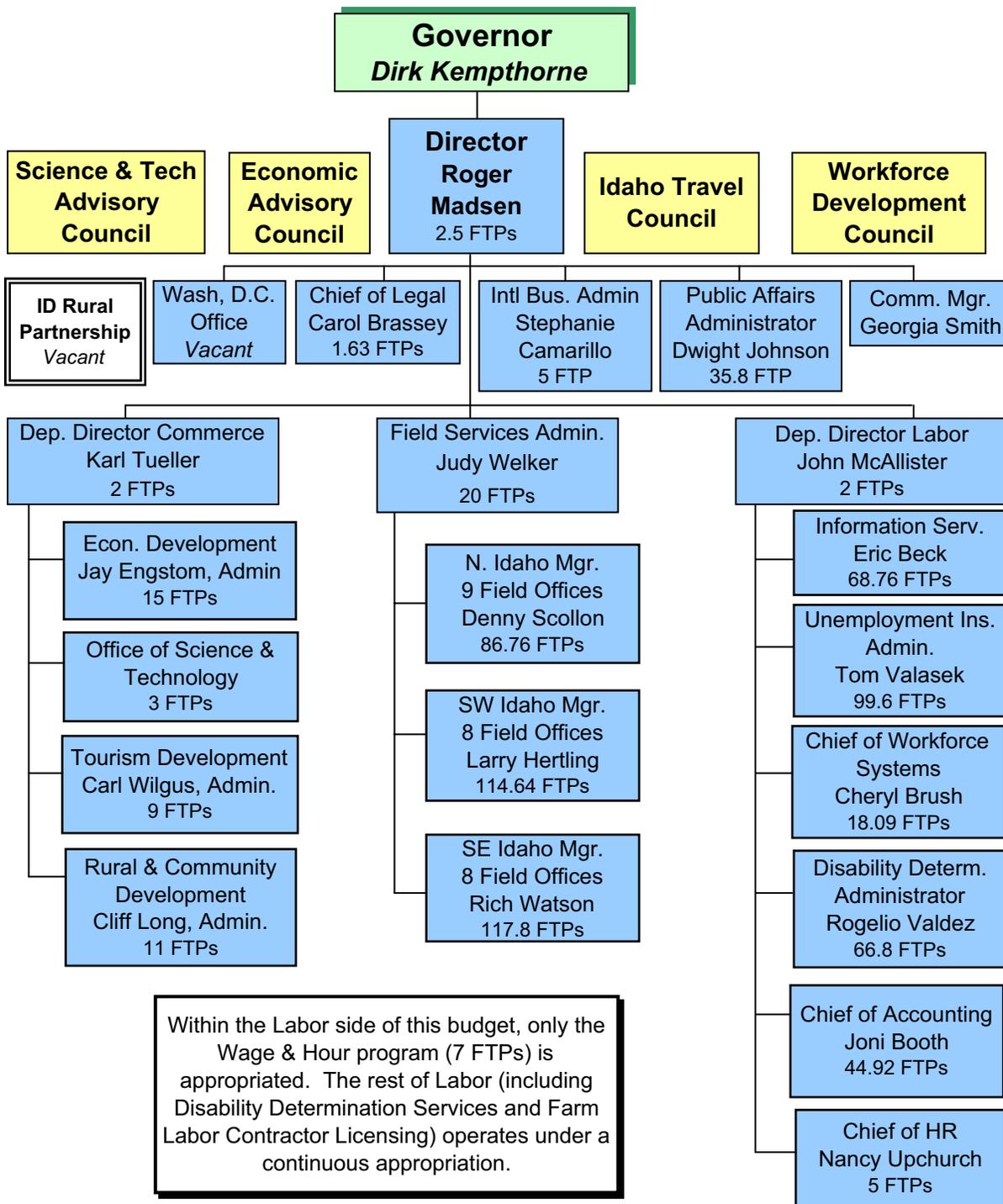
- * International Business assists Idaho businesses export goods and services, helps develop access to new markets, and increases foreign awareness and acceptance of Idaho products and services.

- * Idaho Rural Partnership (IRP), reauthorized by Exec. Order No. 2004-03, joins diverse public and private resources in innovative collaborations to: (i) serve as a "champion" for rural Idaho; (ii) expand competitive access to domestic and international markets; (iii) seek resolution of conflicts especially on environmental issues; (iv) provide leadership training and development; and (v) serve as a "One Stop Shop" for information on rural resources.

Within the Labor side of this department, the Wage & Hour section is the only appropriated program. All other department programs operate on a continuous appropriation of federal funds and funds generated by administration of the employment security law and unemployment insurance taxes. The Wage & Hour section administers Idaho laws regarding the payment of minimum wage and claims for unpaid wages. This program provides redress to citizens for wage and hour law violations, and dispenses information and assistance to employers on wage and hour law provisions.

Department of Commerce & Labor Agency Profile

Analyst: Freeman



Department of Commerce & Labor

Agency Profile

Analyst: Freeman

Sources of Funds

	FY 2005 Original
General Fund (0001): Individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.	\$7,877,100
Tourism and Promotion (0212): 2% hotel/motel/campground tax and revenues from select special license plates.	\$5,961,600
Unemployment Penalty and Interest (0302): Moneys from all penalties and all interest on judgments or funds secured by liens collected under certain provisions of the Idaho Code.	\$100,000
Miscellaneous Revenue (0349): Miscellaneous receipts, grants, contributions or donations, Workforce Development Training Fund moneys, and Idaho Career Information System fees.	\$358,300
Federal Grant (0348): Federal funds received from Departments of Agriculture, Defense, and Housing & Urban Development.	\$16,185,800
Seminars and Publications (0401): Derived from fees from publications, seminars and workshops, and trade missions.	\$371,100
	\$30,853,900

Selected Measures

Fiscal Year	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
1. Job Creation				
Visits to Idaho Companies	N/A	60	200	215
Companies represented at international trade shows	N/A	30	66	50
Organizations participating in international trade missions or trade shows	N/A	15	15	15
Workforce Development Training Fund projects	20	20	25	20
Community Development Block Grants funded	31	31	30	30
Rural Community Development Grants funded	10	12	6	9
Gem Implementation Grants funded	9	N/A	10	8
Communities receiving technical assistance	91	140	150	140
2. Strengthen Idaho Communities				
Communities participating in Gem Community Program	65	50	83	60
Tourism grants funded	36	37	37	40

Department of Commerce and Labor

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	61.50	7,877,100	30,853,900	61.50	7,877,100	30,853,900
HB 805 One-time 1% Salary Increase	0.00	21,300	31,200	0.00	21,300	31,200
Governor's Rescission	0.00	0	0	0.00	(4,400)	(5,300)
FY 2005 Total Appropriation	61.50	7,898,400	30,885,100	61.50	7,894,000	30,879,800
Removal of One-Time Expenditures	0.00	(521,300)	(549,200)	0.00	(518,600)	(545,600)
Base Adjustments	0.00	0	0	0.00	1,700	1,700
FY 2006 Base	61.50	7,377,100	30,335,900	61.50	7,377,100	30,335,900
Benefit Costs	0.00	38,900	56,100	0.00	30,100	43,400
Inflationary Adjustments	0.00	13,700	294,100	0.00	0	0
Replacement Items	0.00	76,300	93,500	0.00	26,700	43,900
Nonstandard Adjustments	0.00	5,900	8,500	0.00	5,900	8,500
Change in Employee Compensation	0.00	21,900	31,700	0.00	21,900	31,700
27th Payroll	0.00	84,300	126,600	0.00	84,300	126,600
Fund Shift: Restore General Funds	0.00	107,700	0	0.00	107,700	0
FY 2006 Program Maintenance	61.50	7,725,800	30,946,400	61.50	7,653,700	30,590,000
1. Small Bus. Innovation Research Pgm	1.00	75,100	75,100	1.00	75,100	75,100
2. Increase Rural Initiative Funding	0.00	950,000	950,000	0.00	950,000	950,000
3. Tech Connect	0.00	0	0	1.00	300,000	300,000
FY 2006 Total	62.50	8,750,900	31,971,500	63.50	8,978,800	31,915,100
Change from Original Appropriation	1.00	873,800	1,117,600	2.00	1,101,700	1,061,200
% Change from Original Appropriation		11.1%	3.6%		14.0%	3.4%

Department of Commerce and Labor

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	61.50	7,877,100	6,791,000	16,185,800	30,853,900
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	21,300	5,500	4,400	31,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,300</i>	<i>5,500</i>	<i>4,400</i>	<i>31,200</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,400)</i>	<i>(700)</i>	<i>(200)</i>	<i>(5,300)</i>
FY 2005 Total Appropriation					
Agency Request	61.50	7,898,400	6,796,500	16,190,200	30,885,100
<i>Governor's Recommendation</i>	<i>61.50</i>	<i>7,894,000</i>	<i>6,795,800</i>	<i>16,190,000</i>	<i>30,879,800</i>
Removal of One-Time Expenditures					
Removes one-time capital outlay, \$500,000 for grants in conjunction with the Eastern Snake Plain Aquifer agreement (HB843), and HB 805 One-time 1% Salary Increases.					
Agency Request	0.00	(521,300)	(14,500)	(13,400)	(549,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(518,600)</i>	<i>(13,800)</i>	<i>(13,200)</i>	<i>(545,600)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,700</i>	<i>0</i>	<i>0</i>	<i>1,700</i>
FY 2006 Base					
Agency Request	61.50	7,377,100	6,782,000	16,176,800	30,335,900
<i>Governor's Recommendation</i>	<i>61.50</i>	<i>7,377,100</i>	<i>6,782,000</i>	<i>16,176,800</i>	<i>30,335,900</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	38,900	9,200	8,000	56,100
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>30,100</i>	<i>7,100</i>	<i>6,200</i>	<i>43,400</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	13,700	77,500	202,900	294,100
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Department of Commerce and Labor

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
COMMERCE					
Capital Outlay: 1 digital projector (\$2,000), 14 monitors (\$11,200), 3 laptops (\$5,400), 2 laser printers (\$6,000), 2 digital cameras (\$1,000), and 1 scanner (\$500).					
Operating Expenses: 54 Microsoft site licenses (\$40,000).					
IDAHO RURAL PARTNERSHIP					
Operating Expense: 1 Microsoft license (\$700)					
WAGE & HOUR					
Operating Expenses: \$26,700 (1.29% of Labor's total replacement operating expenditures).					
Agency Request	0.00	76,300	9,000	8,200	93,500
<i>The Governor recommends an increase in operating expenditures for Microsoft licensing (General fund) and an increase in capital outlay for monitors, laptops, printers, digital cameras, LCD projector and scanner (dedicated and federal funds). The General fund capital outlay items are not recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>26,700</i>	<i>9,000</i>	<i>8,200</i>	<i>43,900</i>
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General and State Controller. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.					
Agency Request	0.00	5,900	1,300	1,300	8,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>5,900</i>	<i>1,300</i>	<i>1,300</i>	<i>8,500</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	21,900	5,300	4,500	31,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,900</i>	<i>5,300</i>	<i>4,500</i>	<i>31,700</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	84,300	23,000	19,300	126,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>84,300</i>	<i>23,000</i>	<i>19,300</i>	<i>126,600</i>
Fund Shift: Restore General Funds					
Wage and Hour					
Reflects the restoration of \$100,000 in General Funds for FY 2006. In FY 2004 and 2005, the Department shifted these expenditures from the General Fund to the Employment Services Penalty and Interest Fund as a way to help with the state's General Fund budget situation. This FY 2006 adjustment restores the traditional funding source for the Wage and Hour Program. Also reflects a fund shift of \$7,700 to the general fund as a result of a shortfall in revenue to the miscellaneous revenue fund.					
Agency Request	0.00	107,700	(107,700)	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>107,700</i>	<i>(107,700)</i>	<i>0</i>	<i>0</i>
FY 2006 Program Maintenance					
Agency Request	61.50	7,725,800	6,799,600	16,421,000	30,946,400
<i>Governor's Recommendation</i>	<i>61.50</i>	<i>7,653,700</i>	<i>6,720,000</i>	<i>16,216,300</i>	<i>30,590,000</i>

Department of Commerce and Labor

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Small Bus. Innovation Research Pgm					Commerce
<p>The SBIR program is a federal program which supports creative advanced research in important scientific and engineering areas and is designed to encourage the conversion of government-funded R&D into technological innovation and commercial application. Ten federal agencies set aside a portion of their extramural research and development budget each year to fund research proposals from small science and technology-based firms. The program funds the gap from a research-based idea to a prototype that many industrial and venture capital companies find difficult to support. The Governor has requested that Commerce & Labor administer and coordinate the SBIR program within the state. This enhancement would provide 1 FTP and \$75,100 to support the position.</p>					
Agency Request	1.00	75,100	0	0	75,100
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>75,100</i>	<i>0</i>	<i>0</i>	<i>75,100</i>
2. Increase Rural Initiative Funding					Commerce
<p>This enhancement increases funding for the rural economic development grant program by \$750,000 for a total of \$3.6 million. This program provides grants to distressed rural areas to provide public infrastructure for economic expansion and job creation. This program has been oversubscribed for the past three years. This enhancement would also increase funding for the rural economic development professional program by \$200,000 for a total of \$700,000. This program helps rural areas fund 12 full-time professional economic development positions throughout the state. This would increase funding for the twelve current positions and provide for two additional positions for a total of fourteen at \$50,000 each.</p>					
Agency Request	0.00	950,000	0	0	950,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>950,000</i>	<i>0</i>	<i>0</i>	<i>950,000</i>
3. Tech Connect					Commerce
Agency Request	0.00	0	0	0	0
<p><i>This enhancement would provide for one full-time position to administrate the Tech Connect Program throughout Idaho. Funding is also provided for Tech Connect offices in North, Southwest, South Central and Southeast Idaho. The Tech Connect Program provides assistance to high tech entrepreneurs in getting their ideas to the marketplace. This position will assure the independent programs in each part of the state are coordinated and working together for the development and expansion of high technology businesses in Idaho.</i></p>					
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>300,000</i>	<i>0</i>	<i>0</i>	<i>300,000</i>
FY 2006 Total					
Agency Request	62.50	8,750,900	6,799,600	16,421,000	31,971,500
<i>Governor's Recommendation</i>	<i>63.50</i>	<i>8,978,800</i>	<i>6,720,000</i>	<i>16,216,300</i>	<i>31,915,100</i>
Agency Request					
Change from Original App	1.00	873,800	8,600	235,200	1,117,600
% Change from Original App	1.6%	11.1%	0.1%	1.5%	3.6%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>2.00</i>	<i>1,101,700</i>	<i>(71,000)</i>	<i>30,500</i>	<i>1,061,200</i>
<i>% Change from Original App</i>	<i>3.3%</i>	<i>14.0%</i>	<i>(1.0%)</i>	<i>0.2%</i>	<i>3.4%</i>

Department of Finance

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	3,443,800	3,338,000	3,637,100	4,479,900	4,462,200
Percent Change:		(3.1%)	9.0%	23.2%	22.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,626,000	2,473,500	2,779,800	3,644,000	3,634,300
Operating Expenditures	712,800	752,800	748,300	754,400	746,400
Capital Outlay	105,000	111,700	109,000	81,500	81,500
Total:	3,443,800	3,338,000	3,637,100	4,479,900	4,462,200
Full-Time Positions (FTP)	43.00	43.00	44.00	51.00	51.00

Department Description

The Department of Finance regulates the enterprises in this state that provide financial services to Idaho consumers. It protects Idaho consumer buyers and borrowers against unfair lending and collection practices, and protects Idaho investors against deceptive and fraudulent investment practices.

The department is given broad discretionary authority to charter and regulate the activities of banks, bank holding companies, business and industrial development corporations, credit unions, trust companies, and savings banks. The department examines the books, records and operations of these institutions' assets, operations, and management to determine what actions the state will take to assure the safety of funds of Idaho citizens.

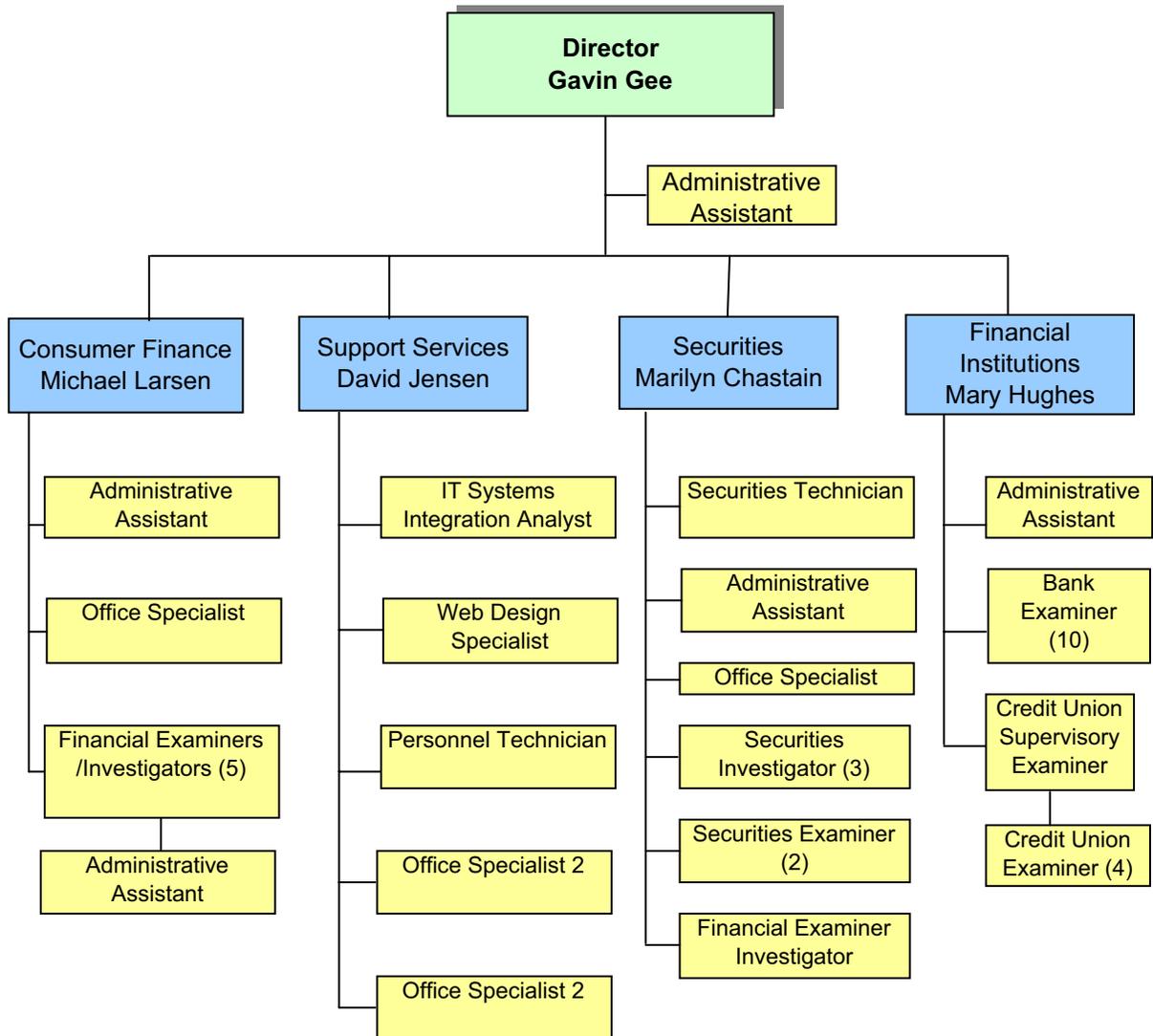
The Department of Finance is the licensing authority for residential mortgage brokers and bankers, regulated lenders, collection agencies and retail sellers of goods and services extending credit to their customers, securities issuers, broker/dealers, salesmen, investment advisers, endowed care cemeteries and continuing care providers. Licensing and regulation of these activities includes the review of securities offerings to ensure full disclosure, and examination of the books, records and business practices for compliance with state and federal laws, rules and regulations. The commodity code gives the department enforcement authority to resolve mortgage related consumer complaints. The department issues rulings in connection with attempts by corporations to acquire control of publicly held Idaho corporations pursuant to purchases of a controlling number of equity securities.

The department administers and enforces the Bank Act, Savings Bank Act, Mortgage Company Act, Business and Industrial Development Corporation Act, Credit Union Act, Idaho Credit Code, Securities Act, Commodity Code, Corporate Take-Over Laws (Idaho Control Share Acquisition Act, Idaho Business Combination Law), Collection Agency Act, Residential Mortgage Practices Act, Continuing Care Disclosure Act, and the Endowed Care Cemetery Act.

[Statutory Authority: Idaho Code §67-2701 et seq.]

Department of Finance Agency Profile

Analyst: Freeman



Sources of Funds

State Regulatory (0229): Derived from examination or investigation fees, assessment fees, filing fees, license/permit/notification fees and forfeiture fees paid by regulated industries.

**FY 2005
Original**

\$3,637,100

Department of Finance

Agency Profile

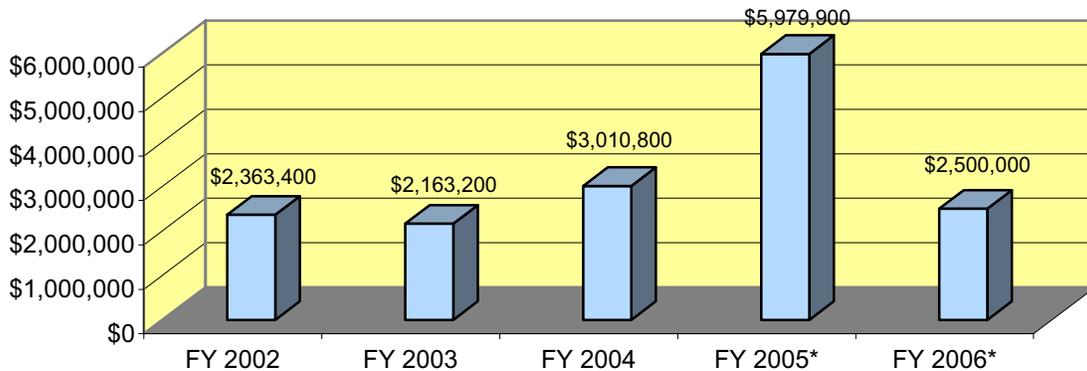
Analyst: Freeman

Selected Measures

Fiscal Year	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
1. State chartered/licensed financial institutions examined annually				
a. Banks	27	31	32	26
b. Savings banks	1	1	1	2
c. Credit unions	38	29	39	30
d. Collection agencies	31	43	41	50
2. Number of entities desiring to conduct business of a financial nature licensed annually				
a. Money transmitters.	40	42	42	43
b. Those extending consumer credit.	2,527	2,730	2,931	3,100
c. Collection agencies (permit renewals).	436	480	536	580
d. Solicitors/Collectors.	31,235	43,253	47,244	48,000
e. Securities broker/dealers.	1,555	1,480	1,520	1,550
f. Securities salesmen agents.	60,945	56,480	59,262	59,300
g. Securities investment advisors.	610	639	672	680
h. Securities investment advisor agents.	822	1,007	1,154	1,175
i. Residential mortgage broker/lenders.	1,150	1,372	1,541	1,700

At the beginning of each fiscal year, those moneys in the Financial Administration Account which exceed the current year's appropriation plus any residual encumbrances made against the prior year's appropriations by 25% or more shall be transferred to the general fund. Idaho Code §67-2702(2)(f)

Transfers to General Fund



Department of Finance

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	44.00	0	3,637,100	44.00	0	3,637,100
HB 805 One-time 1% Salary Increase	0.00	0	23,800	0.00	0	23,800
Governor's Rescission	0.00	0	0	0.00	0	(7,400)
FY 2005 Total Appropriation	44.00	0	3,660,900	44.00	0	3,653,500
Removal of One-Time Expenditures	0.00	0	(166,800)	0.00	0	(161,500)
Base Adjustments	0.00	0	0	0.00	0	2,100
FY 2006 Base	44.00	0	3,494,100	44.00	0	3,494,100
Benefit Costs	0.00	0	43,100	0.00	0	33,400
Inflationary Adjustments	0.00	0	8,000	0.00	0	0
Replacement Items	0.00	0	53,500	0.00	0	53,500
Nonstandard Adjustments	0.00	0	(24,300)	0.00	0	(24,300)
Change in Employee Compensation	0.00	0	24,700	0.00	0	24,700
27th Payroll	0.00	0	95,900	0.00	0	95,900
FY 2006 Program Maintenance	44.00	0	3,695,000	44.00	0	3,677,300
1. Reclassify Positions	0.00	0	290,100	0.00	0	290,100
2. Residential Loan Originator Licensing	6.00	0	381,800	6.00	0	381,800
3. IT Programmer Analyst	1.00	0	63,000	1.00	0	63,000
4. Securities Investor Education	0.00	0	50,000	0.00	0	50,000
FY 2006 Total	51.00	0	4,479,900	51.00	0	4,462,200
Change from Original Appropriation	7.00	0	842,800	7.00	0	825,100
% Change from Original Appropriation			23.2%			22.7%

Department of Finance

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	44.00	0	3,637,100	0	3,637,100
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	23,800	0	23,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>23,800</i>	<i>0</i>	<i>23,800</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(7,400)</i>	<i>0</i>	<i>(7,400)</i>
FY 2005 Total Appropriation					
Agency Request	44.00	0	3,660,900	0	3,660,900
<i>Governor's Recommendation</i>	<i>44.00</i>	<i>0</i>	<i>3,653,500</i>	<i>0</i>	<i>3,653,500</i>
Removal of One-Time Expenditures					
<i>Removes one-time replacement costs and HB 805 One-time 1% Salary Increase.</i>					
Agency Request	0.00	0	(166,800)	0	(166,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(161,500)</i>	<i>0</i>	<i>(161,500)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,100</i>	<i>0</i>	<i>2,100</i>
FY 2006 Base					
Agency Request	44.00	0	3,494,100	0	3,494,100
<i>Governor's Recommendation</i>	<i>44.00</i>	<i>0</i>	<i>3,494,100</i>	<i>0</i>	<i>3,494,100</i>
Benefit Costs					
<i>Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.</i>					
Agency Request	0.00	0	43,100	0	43,100
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>33,400</i>	<i>0</i>	<i>33,400</i>
Inflationary Adjustments					
<i>Includes a general inflationary increase of 1.3% in operating expenditures.</i>					
Agency Request	0.00	0	8,000	0	8,000
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Department of Finance

Analyst: Freeman

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Replacement Items					
Capital Outlay: 10 PCs (\$20,000), computer equipment (\$6,000), and 1 vehicle (\$20,000).					
Operating Expenditures: software upgrades for document management, security and servers (\$7,500).					
Agency Request	0.00	0	53,500	0	53,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>53,500</i>	<i>0</i>	<i>53,500</i>
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums by the Department of Administration.					
Agency Request	0.00	0	(24,300)	0	(24,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(24,300)</i>	<i>0</i>	<i>(24,300)</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent.					
Agency Request	0.00	0	24,700	0	24,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>24,700</i>	<i>0</i>	<i>24,700</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	95,900	0	95,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>95,900</i>	<i>0</i>	<i>95,900</i>
FY 2006 Program Maintenance					
Agency Request	44.00	0	3,695,000	0	3,695,000
<i>Governor's Recommendation</i>	<i>44.00</i>	<i>0</i>	<i>3,677,300</i>	<i>0</i>	<i>3,677,300</i>
1. Reclassify Positions					
This enhancement would authorize the department to pursue reclassification of all financial institution examiner positions at higher pay grades. The department has experienced significant turnover in the last several years due primarily to greater salary opportunities with federal regulators, other state regulators and private industry. The department estimates it costs approximately \$260,000 to train an examiner to the commissioned level.					
Agency Request	0.00	0	290,100	0	290,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>290,100</i>	<i>0</i>	<i>290,100</i>
2. Residential Loan Originator Licensing					
In 2004 the legislature passed S1389 to regulate mortgage loan originators. This legislation included a loan originator licensing fee to support the administration of the program. This enhancement would provide three examiner/investigator positions, one administrative assistant position and two office assistant positions to enable the department to implement the Idaho Residential Mortgage Practices Act.					
Agency Request	6.00	0	381,800	0	381,800
<i>Governor's Recommendation</i>	<i>6.00</i>	<i>0</i>	<i>381,800</i>	<i>0</i>	<i>381,800</i>
3. IT Programmer Analyst					
This enhancement would provide for one information technology programmer analyst position. Currently, the department has an IT staff of two. The department's IT staff is experiencing an increase in demand for day-to-day technical support, which precludes them from concentrating on more complicated IT projects.					
Agency Request	1.00	0	63,000	0	63,000
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>63,000</i>	<i>0</i>	<i>63,000</i>

Department of Finance

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Securities Investor Education

This enhancement would provide the department with spending authority for the Securities Investor Education and Training Fund, which was created in the newly enacted Uniform Securities Act of 2004. As its name would suggest, this fund was established to support investor education initiatives to address the continuing problem of investment fraud.

Agency Request	0.00	0	50,000	0	50,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>50,000</i>	<i>0</i>	<i>50,000</i>

FY 2006 Total					
Agency Request	51.00	0	4,479,900	0	4,479,900
<i>Governor's Recommendation</i>	<i>51.00</i>	<i>0</i>	<i>4,462,200</i>	<i>0</i>	<i>4,462,200</i>

Agency Request

Change from Original App	7.00	0	842,800	0	842,800
% Change from Original App	15.9%		23.2%		23.2%

Governor's Recommendation

<i>Change from Original App</i>	<i>7.00</i>	<i>0</i>	<i>825,100</i>	<i>0</i>	<i>825,100</i>
<i>% Change from Original App</i>	<i>15.9%</i>		<i>22.7%</i>		<i>22.7%</i>

Industrial Commission

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Compensation	4,513,900	3,783,100	4,798,700	4,856,700	4,827,900
Rehabilitation	3,363,100	2,898,600	3,402,300	3,594,200	3,575,900
Crime Victims Compensation	3,393,900	2,728,000	3,763,800	3,980,100	3,976,300
Adjudication	1,849,500	1,510,600	1,853,300	1,947,500	1,936,600
Total:	13,120,400	10,920,300	13,818,100	14,378,500	14,316,700
BY FUND CATEGORY					
Dedicated	12,590,700	10,421,000	12,992,200	13,527,800	13,466,000
Federal	529,700	499,300	825,900	850,700	850,700
Total:	13,120,400	10,920,300	13,818,100	14,378,500	14,316,700
Percent Change:		(16.8%)	26.5%	4.1%	3.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,736,000	6,187,900	7,000,900	7,507,400	7,476,800
Operating Expenditures	2,387,700	1,490,900	2,296,300	2,336,800	2,313,100
Capital Outlay	69,200	93,100	74,900	211,600	211,600
Trustee/Benefit	3,927,500	3,148,400	4,446,000	4,322,700	4,315,200
Total:	13,120,400	10,920,300	13,818,100	14,378,500	14,316,700
Full-Time Positions (FTP)	137.50	137.50	137.50	139.50	139.50

Department Description

The Industrial Commission was established in 1918 to ensure that Idaho's Workers' Compensation Law is impartially and efficiently administered. It encourages safe working environments, prompt and accurate benefit payments, timely dispute resolution, and quality vocational rehabilitation services. The Commission maintains files of all industrial accidents and illnesses and keeps records of employers and their workers compensation insurance companies.

The COMPENSATION PROGRAM includes benefits administration, employer compliance, fiscal, information systems, and the human resources section. Responsibilities of the Compensation Program include evaluating insurance carriers and employers wishing to become self-insured; enforcing the coverage requirements; and monitoring benefit payments. This program also funds the Logging Safety and Industrial Safety Programs at the Division of Building Safety. Industrial Safety provides inspections of state, school district, county and city facilities to ensure safe working conditions. The Logging Safety Program seeks to improve safety in logging operations across the state.

The REHABILITATION PROGRAM is a neutral party that supports a worker's medical recovery and assists in reducing their period of temporary disability resulting from an industrial injury. This program facilitates returning the worker to gainful employment at as close as possible to their pre-injury status and wage. The Rehabilitation Program is concerned with both physical and vocational rehabilitation with special emphasis on job placement. Consultants serve injured workers from eleven field offices across the state.

The CRIME VICTIMS COMPENSATION PROGRAM was established in 1986 to help offset the out-of-pocket expenses incurred by innocent victims of crime. Benefits are paid only for costs such as medical and mental health care, lost wages, loss of support, and funeral expenses up to a maximum of \$25,000 per victim per crime. Property damages are not eligible. Funds are generated by surcharges on convictions or pleadings of guilt. Certain restitution and prison payment programs are also directed to the fund.

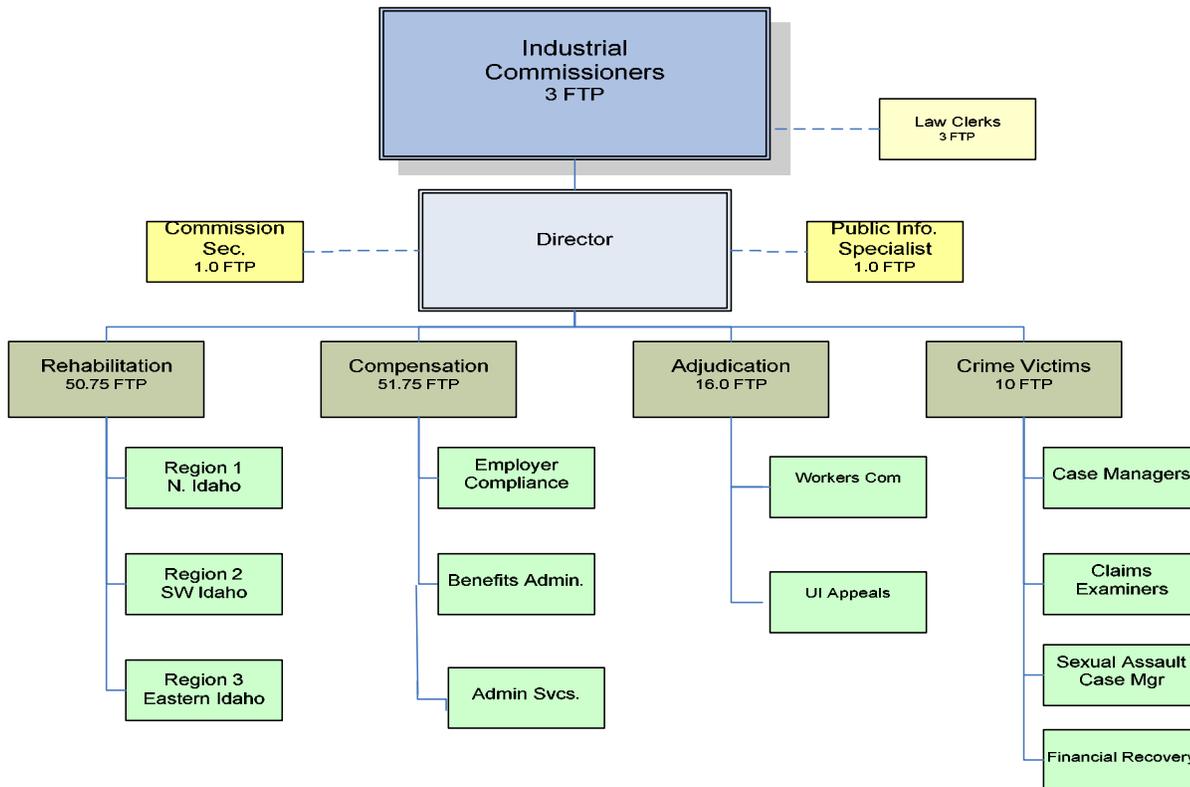
The ADJUDICATION PROGRAM consists of three commissioners appointed by the Governor who sit as a judicial body to hear and adjudicate disputes arising between injured workers and employers, and to provide judicial review of decisions from the Department of Labor. The Commission also provides a mediation process which is available at any stage of the claim to assist the parties in reaching a successful resolution of a dispute.

Industrial Commission

Agency Profile

Analyst: Milstead

Organizational Chart



Sources/Uses of Funds

	<u>FY 2005 App.</u>
Industrial Administration Fund (300-00): Derived from 2.5% tax on workers compensation insurance policy premiums from every surety and self-insurer. Also other miscellaneous fees. Used to fund the Compensation, Rehabilitation, and Adjudication programs. Also used for Industrial Safety and Logging programs in the Division of Building Safety.	\$10,024,300
Crime Victims Compensation (313-00): All persons convicted of misdemeanors or felonies pay a fine of \$25 for misdemeanors, \$50 for felonies, and an additional \$200 for any sex offense. These moneys are transmitted by the counties to the State Treasurer for deposit in this fund. Used to compensate victims of crime or their dependents for medical, mental health counseling, lost wages and burial (if applicable) expenses incurred directly as a result of being victimized. Maximum amount of \$25,000 per victim per crime.	\$2,942,900
Federal Grant (348-00): Crime victim funds from the Dept. of Justice.	\$825,900
Misc. Revenue (349-00): Seminar receipts for Commission sponsored workers compensation seminars. Pays for costs of conducting seminars.	\$25,000
	<hr/> \$13,818,100

Industrial Commission

Agency Profile

Analyst: Milstead

Selected Measures

	FY 2002 Act.	FY 2003 Act.	FY 2004 Act.	FY 2005 Est.
1 Compensation Program				
Workers comp (WC) claims	46,340	44,606	42,352	43,500
Active covered employers	48,702	51,335	56,700	65,205
Cases of non-compliance	4,793	4,906	6,197	7,127
Cases brought into compl.	2,262	2,261	2,653	3,051
Cases of failure to comply	176	171	271	312
Active WC sureties	342	343	320	325
Active self-insured employers	27	29	28	30
Compensable claims closed	8,995	9,166	8,272	8,300
Med. benefits paid	72,877,316	87,617,000	85,830,000	87,000,000
Compensation paid	75,611,426	89,267,000	87,370,498	88,000,000
2 Rehabilitation Program				
Cases opened for Evaluation	2,468	2,588	2,510	2,600
Cases carried from prior year	1,207	1,294	1,355	1,200
Total cases handled	3,795	3,882	3,865	4,000
Cases closed w/o services	280	335	357	340
Cases provided services	3,515	3,547	3,508	3,550
After services # back to work	1,441	1,391	1,405	1,400
3 Crime Victims Program				
Crime victim claims filed	1,543	1,706	1,757	180
Decision made	1,395	1,278	1,390	1,460
Awards	1,179	1,052	1,115	1,168
Denials	216	225	275	292
Compensation paid	1,874,462	1,903,100	2,153,986	2,434,003
Funding from court fines	1,672,049	1,646,548	1,695,357	1,746,218
Federal grants received	345,000	447,000	820,900	855,900
4 Adjudication Program				
WC claims filed	46,243	44,606	42,352	43,000
WC complaints filed	1,181	1,255	1,222	1,250
WC hearings held	111	123	123	130
WC decisions issued	113	88	114	115
Mediations requested	536	577	782	800
Mediations held	264	325	469	500
Mediations successful	281	418	633	650
Unemployment appeals filed	598	594	679	740
Unemployment decisions	581	621	703	760

Industrial Commission

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	137.50	0	13,818,100	137.50	0	13,818,100
HB 805 One-time 1% Salary Increase	0.00	0	55,700	0.00	0	55,700
1. Commissioners' Salary	0.00	0	5,700	0.00	0	5,700
Governor's Rescission	0.00	0	0	0.00	0	(15,900)
FY 2005 Total Appropriation	137.50	0	13,879,500	137.50	0	13,863,600
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	137.50	0	13,879,500	137.50	0	13,863,600
Removal of One-Time Expenditures	0.00	0	(140,600)	0.00	0	(135,500)
Base Adjustments	0.00	0	0	0.00	0	10,800
FY 2006 Base	137.50	0	13,738,900	137.50	0	13,738,900
Benefit Costs	0.00	0	135,300	0.00	0	104,700
Inflationary Adjustments	0.00	0	116,400	0.00	0	92,700
Replacement Items	0.00	0	187,300	0.00	0	187,300
Nonstandard Adjustments	0.00	0	(200,000)	0.00	0	(207,500)
Change in Employee Compensation	0.00	0	58,000	0.00	0	58,000
27th Payroll	0.00	0	224,200	0.00	0	224,200
FY 2006 Program Maintenance	137.50	0	14,260,100	137.50	0	14,198,300
1. Customer Service Rep.	1.00	0	51,900	1.00	0	51,900
2. Additional Disc Storage	0.00	0	6,000	0.00	0	6,000
3. Color Laser Printer	0.00	0	4,700	0.00	0	4,700
4. Claims Examiner	1.00	0	55,800	1.00	0	55,800
FY 2006 Total	139.50	0	14,378,500	139.50	0	14,316,700
Change from Original Appropriation	2.00	0	560,400	2.00	0	498,600
% Change from Original Appropriation			4.1%			3.6%

Industrial Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	137.50	0	12,992,200	825,900	13,818,100
HB 805 One-time 1% Salary Increase					
Includes one-time salary increase (HB 805).					
Agency Request	0.00	0	55,700	0	55,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>55,700</i>	<i>0</i>	<i>55,700</i>
1. Commissioners' Salary					
This Supplemental request authorizes \$5,700 in Personnel Cost spending authority for the Commissioner salary increase authorized by last year's legislation, HB 802. The bill provided for a 3% increase in the Commissioners' salary, but it was passed late in the Session--after the Commission's appropriation bill was passed. This Supplemental will authorize spending authority consistent with last year's legislation. The Commissioners' salary will increase to \$80,535.					
Agency Request	0.00	0	5,700	0	5,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,700</i>	<i>0</i>	<i>5,700</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(15,900)</i>	<i>0</i>	<i>(15,900)</i>
FY 2005 Total Appropriation					
Agency Request	137.50	0	13,053,600	825,900	13,879,500
<i>Governor's Recommendation</i>	<i>137.50</i>	<i>0</i>	<i>13,037,700</i>	<i>825,900</i>	<i>13,863,600</i>
Non-Cognizable Funds and Transfers					
Compensation					
Includes the transfer of 1.0 vacant FTP and appropriated personnel costs from the Rehabilitation Division to the Compensation Division (compliance investigator).					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	137.50	0	13,053,600	825,900	13,879,500
<i>Governor's Recommendation</i>	<i>137.50</i>	<i>0</i>	<i>13,037,700</i>	<i>825,900</i>	<i>13,863,600</i>
Removal of One-Time Expenditures					
Reflects the removal of one-time expenditures including replacement items and the one-time salary increase (HB 805).					
Agency Request	0.00	0	(140,600)	0	(140,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(135,500)</i>	<i>0</i>	<i>(135,500)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>10,800</i>	<i>0</i>	<i>10,800</i>
FY 2006 Base					
Agency Request	137.50	0	12,913,000	825,900	13,738,900
<i>Governor's Recommendation</i>	<i>137.50</i>	<i>0</i>	<i>12,913,000</i>	<i>825,900</i>	<i>13,738,900</i>

Industrial Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	135,300	0	135,300
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	104,700	0	104,700
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments. Also, includes a medical inflationary increase of 3.0% (\$92,700) in trustee/benefit payments related to the Crime Victims' Compensation program.					
Agency Request	0.00	0	91,800	24,600	116,400
<i>The Governor recommends no increase for general inflation. A 3.0% increase for medical inflation is recommended.</i>					
Governor's Recommendation	0.00	0	68,100	24,600	92,700
Replacement Items					
Includes the following replacement items, by Division:					
COMPENSATION DIVISION: two 4-wheel drive vehicles (\$27,000 each); 17 personal computers (\$1,000 each), and four monitors (\$350 each).					
REHABILITATION DIVISION: six vehicles (\$17,000 each), WAN items for the Sandpoint office (\$3,100 in CO and \$400 in OE), four personal computers (\$1,000 each) and three monitors (\$350 each).					
CRIME VICTIMS COMPENSATION DIVISION: one monitor (\$350).					
ADJUDICATION DIVISION: two personal computers (\$1,000 each) and two monitors (\$350 each).					
Agency Request	0.00	0	187,300	0	187,300
Governor's Recommendation	0.00	0	187,300	0	187,300
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.					
This also reflects a reduction in funds (\$216,000) for the Division of Building Safety's Industrial Safety Program. This adjustment stems from decreased costs in the program attributable to the Elevator Safety inspections that are now being covered by fees assessed by the Division of Building Safety pursuant to last year's legislation, H569.					
Agency Request	0.00	0	(200,100)	100	(200,000)
Governor's Recommendation	0.00	0	(207,600)	100	(207,500)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	58,000	0	58,000
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	58,000	0	58,000

Industrial Commission

Analyst: Milstead

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	0	224,100	100	224,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>224,100</i>	<i>100</i>	<i>224,200</i>

FY 2006 Program Maintenance

Agency Request	137.50	0	13,409,400	850,700	14,260,100
<i>Governor's Recommendation</i>	<i>137.50</i>	<i>0</i>	<i>13,347,600</i>	<i>850,700</i>	<i>14,198,300</i>

1. Customer Service Rep.

Crime Victims Compensation

The Commission requests 1.0 FTP and \$51,900 for a Customer Service Representative for the Crime Victims Compensation Program. The program has not increased administrative support personnel since FY 1995 and since that time the number of applications filed and victims served have nearly doubled. Currently, the program is developing a backlog of claims waiting to be processed. The addition of this new position will allow the program to meet established claims processing performance standards, will provide a more thorough and complete response to customer inquiries and requests for information, and will offer a more efficient and manageable work environment for the program. The requested spending authority is allocated in the following manner: \$39,700 for salary and benefits; \$4,400 for operating expenditures; and \$7,800 in one-time capital outlay (for personal computer and software and workstation and other miscellaneous furniture).

Agency Request	1.00	0	51,900	0	51,900
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>51,900</i>	<i>0</i>	<i>51,900</i>

2. Additional Disc Storage

Compensation

The Commission requests \$6,000 in spending authority for additional disk storage for the Storage Area Network. The commission is in the process of migrating to web-based technology because HP will discontinue support of the Commission's current system after December 31, 2006. This additional storage will permit information to be stored while the transition occurs. (One-time expense).

Agency Request	0.00	0	6,000	0	6,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>6,000</i>	<i>0</i>	<i>6,000</i>

3. Color Laser Printer

Compensation

The Commission requests \$4,700 in spending authority for a laser color printer. The Commission currently has one color printer which prints 10 pages/minute and is used primarily by the Public Information Office. The new printer would be located centrally and used by all Commission sections and used for distributed literature and presentation materials. (\$3,100 one-time; \$1,600 on-going).

Agency Request	0.00	0	4,700	0	4,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>4,700</i>	<i>0</i>	<i>4,700</i>

Industrial Commission

Analyst: Milstead

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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4. Claims Examiner

Crime Victims Compensation

The Crime Victims Compensation Program requests a full-time Claims Examiner. The Commission states that the duties associated with processing crime victims' claims and service calls from providers and victims have exceeded the program's ability to manage current requests for service. Between FY 1996 and FY 2005 the Commission projects that the number of cases filed for compensation benefits will have grown from 857 to 1,911. This 123% increase in cases filed has taxed the ability of the existing claims examiner to process claims in a timely and thorough manner.

The Commission states that the addition of this position will allow the program to meet increasing demand for victim compensation benefits, and to process claims within established claims processing performance standards. This additional position will allow a more thorough and complete response to crime victim and treatment provider inquiries regarding the status of claims submitted to the program for payment consideration. This should result in more comprehensive reviews of claims to ensure a more thorough coordination of benefits through the victim's third party payment sources and to identify patterns of over utilization and fraud.

Agency Request	1.00	0	55,800	0	55,800
<i>Governor's Recommendation</i>	1.00	0	55,800	0	55,800

FY 2006 Total

Agency Request	139.50	0	13,527,800	850,700	14,378,500
<i>Governor's Recommendation</i>	139.50	0	13,466,000	850,700	14,316,700

Agency Request

Change from Original App	2.00	0	535,600	24,800	560,400
% Change from Original App	1.5%		4.1%	3.0%	4.1%

Governor's Recommendation

<i>Change from Original App</i>	2.00	0	473,800	24,800	498,600
<i>% Change from Original App</i>	1.5%		3.6%	3.0%	3.6%

Department of Insurance

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Insurance Regulation	5,186,900	4,955,000	5,317,000	5,890,800	5,972,000
State Fire Marshal	842,000	766,200	934,200	1,081,800	1,078,000
Total:	6,028,900	5,721,200	6,251,200	6,972,600	7,050,000
BY FUND CATEGORY					
Dedicated	5,874,100	5,555,700	6,083,700	6,755,100	6,833,000
Federal	154,800	165,500	167,500	217,500	217,000
Total:	6,028,900	5,721,200	6,251,200	6,972,600	7,050,000
Percent Change:		(5.1%)	9.3%	11.5%	12.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,870,800	3,699,400	4,106,700	4,398,300	4,385,300
Operating Expenditures	2,038,600	1,912,400	1,992,500	2,242,800	2,333,200
Capital Outlay	117,000	106,900	149,500	329,000	329,000
Trustee/Benefit	2,500	2,500	2,500	2,500	2,500
Total:	6,028,900	5,721,200	6,251,200	6,972,600	7,050,000
Full-Time Positions (FTP)	69.50	69.50	70.50	71.50	71.50

Department Description

The Department of Insurance has two budgeted programs: Insurance Regulation and the State Fire Marshal.

The Insurance Regulation Program consists of three bureaus:

(1) The Company Activities Bureau is charged with monitoring the financial condition of all insurance entities licensed or approved to sell insurance in this state to ensure that each will be able to meet its obligations to policyholders and creditors. This bureau reviews insurance policy rates and forms to assure compliance with Idaho Code, and collects insurance premium taxes and audits insurance tax and fee returns.

(2) The Consumer Services Bureau licenses insurance agents, brokers, insurance counselors, third party administrators, adjusters, and managing general agents. This bureau provides information to those who need assistance in insurance matters, analyzes consumer and industry complaints, and investigates alleged criminal and administrative violations of the law. Investigators work with state and local law enforcement agencies in the prosecution of those violations. The Consumer Services Bureau is also responsible for the Senior Health Insurance Benefits Advisors (SHIBA), a network of volunteers that provides information and counseling to senior citizens.

(3) The Support Services Bureau provides fiscal, purchasing, and information technology to the Division of Insurance and the Division of the State Fire Marshal.

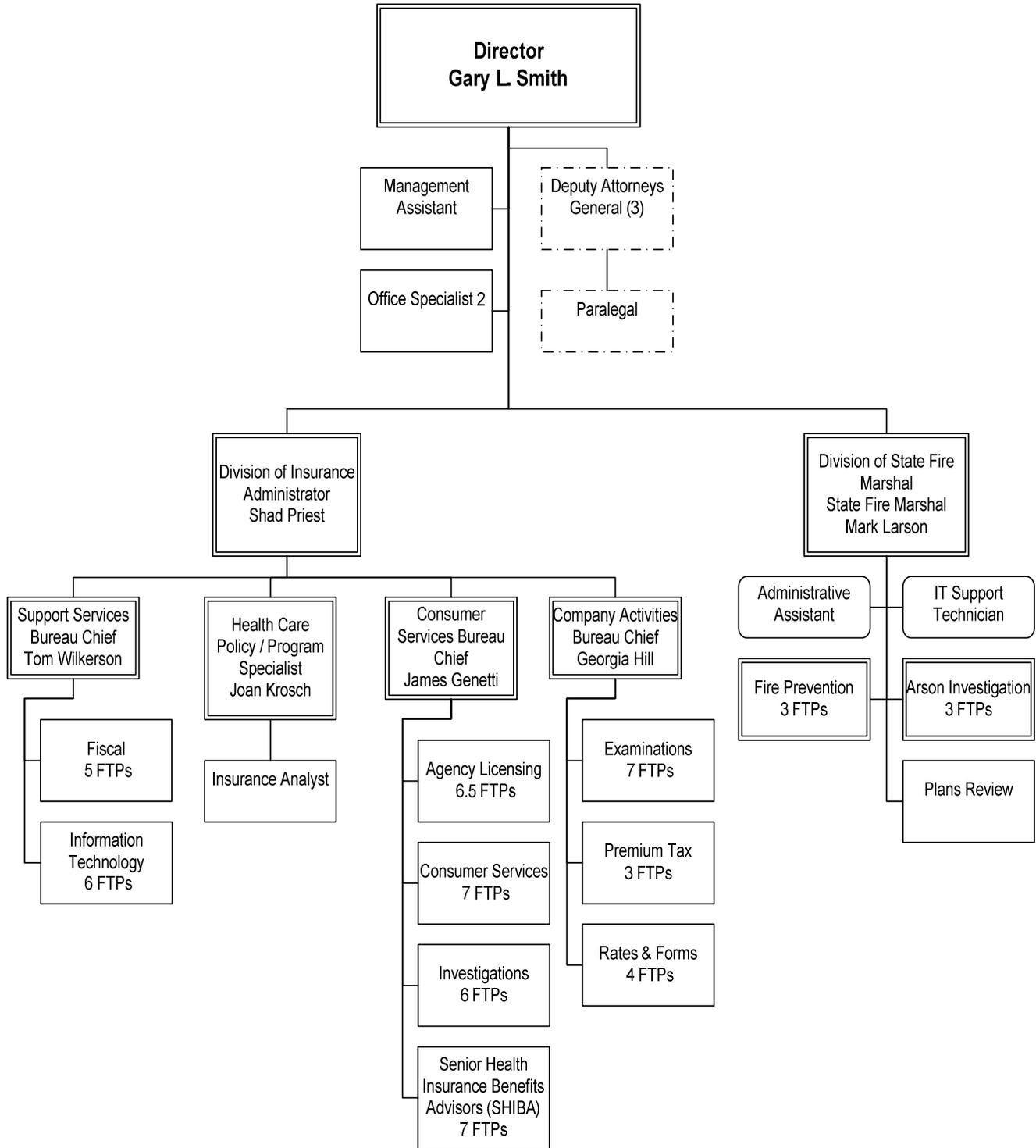
[Statutory Authority: Idaho Code §41-201 et seq.]

The State Fire Marshal focuses on fire prevention and arson investigation. This is done by enforcing the Uniform Fire Code, investigating suspected arson or fraud, and educating the public in matters of fire prevention and hazardous conditions in buildings or premises.

[Statutory Authority: Idaho Code §41-254 - 265]

Department of Insurance Agency Profile

Analyst: Freeman



Department of Insurance

Agency Profile

Analyst: Freeman

Sources of Funds

	FY 2005 Original
Self Governing Operating (0229-10): Fees, licenses and miscellaneous charges assessed on the insurance industry.	\$5,064,600
Self Governing State Fire Marshal (0229-11): Penalties collected as authorized by law; a portion of the continuation fee collected from insurers; other monies or revenues derived from whatever source for arson or fraud investigation or fire prevention; and interest earned on the investment of the fund.	\$934,200
Federal Grant (0348): Health Care Financing Administration, U.S. Department of Health and Human Services - Cooperative Agreement Project Grant.	\$167,500
Miscellaneous Revenue (0349): Funding as a sub-grantee of the Office on Aging.	\$84,900
	<u>\$6,251,200</u>

Selected Measures

Fiscal Year	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
1. Monitor Insurers				
a. Company financial analyses completed.	250	260	245	260
b. Company examinations completed.	8	14	5	5
2. Collect and account for premium tax and audit tax and fee returns.				
a. Number of returns filed.	12,444	14,855	17,621	12,121
b. Number of returns audited.	12,444	14,855	17,621	12,121
3. Marketing practices in violation of the insurance code.				
a. Cases opened for investigation.	251	260	238	350
b. Investigations referred for administrative or civil actions.	44	58	50	60
c. Cases in which administrative or civil action was taken.	30	22	29	30
4. Insurance fraud investigations.				
a. Cases referred to department.	251	260	300	325
b. Cases submitted for prosecution.	44	58	39	50
c. Cases in which defendant pled guilty or was convicted.	30	10	18	20

Department of Insurance

Agency Profile

Analyst: Freeman

Premium Tax Distribution

The Department of Insurance is responsible for administering and collecting a tax assessed on all insurance premiums. This tax collected from authorized insurers is in lieu of all other state and local taxes with the exception of real property tax. (Idaho Code §41-405)

Revenue from the premium tax is distributed to the following funds:

INSURANCE REFUND: Used to reimburse insurers for overpayment of taxes, fines, penalties, etc.

PERSI: 50% of the gross tax on fire insurance premiums is used to partially fund the firefighter retirement system.

HIGH RISK INSURANCE POOL: If premium tax revenue exceeds \$45 million after all other deductions, 25% of the excess goes into the Individual High Risk Insurance Pool to pay the costs associated with providing health insurance coverage to high risk individuals regardless of health status or claims experience.

IDAHO HEALTH INSURANCE ACCESS CARD: If premium tax revenue exceeds \$55 million, 25% of the excess goes to the Idaho Health Insurance Access Card Fund, with 80% going to CHIP Plan B and the children's access card program, and 20% (not to exceed \$1.2 million) to the small business health insurance pilot program. The CHIP Plan B and the children's access card program shall be implemented by July 1, 2004 (FY 2005). Implementation of the small business health insurance pilot program shall begin on July 1, 2005 (FY 2006).

GENERAL FUND: the balance of the premium tax, fines and penalties are distributed to the General Fund.

Distribution of Premium Tax Revenues					
	FY03 Act.	FY04 Act.	FY05 Est.	FY06 Est.	
General Fund	\$ 59,249,500	\$ 63,345,700	\$ 59,662,400	\$ 57,006,600	
Insurance Refund	\$ 5,366,800	\$ 4,714,600	\$ 5,022,700	\$ 5,229,400	
PERSI	\$ 3,383,400	\$ 4,001,000	\$ 4,161,100	\$ 4,327,500	
High Risk Insurance Pool	\$ 3,789,700	\$ 5,190,600	\$ 6,000,600	\$ 4,679,900	
Access Card	N/A	\$ 2,690,600	\$ 3,512,600	\$ 2,179,900	
TOTAL	\$ 71,789,400	\$ 79,942,500	\$ 78,359,400	\$ 73,423,300	

NOTE: Distributions can exceed actual revenues slightly, the source of which is fees collected by the agency. Idaho Code §41-401(3)(e) provides that "at the beginning of each fiscal year, those moneys in the Insurance Administrative Account which exceed the current year's appropriation plus any residual encumbrances made against prior years' appropriations by twenty-five percent (25%) or more shall be transferred to the general [fund]."

Department of Insurance

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	70.50	0	6,251,200	70.50	0	6,251,200
HB 805 One-time 1% Salary Increase	0.00	0	33,200	0.00	0	33,200
Governor's Rescission	0.00	0	0	0.00	0	(5,000)
FY 2005 Total Appropriation	70.50	0	6,284,400	70.50	0	6,279,400
Non-Cognizable Funds and Transfers	0.00	0	49,500	0.00	0	49,500
FY 2005 Estimated Expenditures	70.50	0	6,333,900	70.50	0	6,328,900
Removal of One-Time Expenditures	0.00	0	(232,200)	0.00	0	(228,800)
Base Adjustments	0.00	0	0	0.00	0	1,600
FY 2006 Base	70.50	0	6,101,700	70.50	0	6,101,700
Benefit Costs	0.00	0	57,200	0.00	0	44,200
Inflationary Adjustments	0.00	0	19,400	0.00	0	0
Replacement Items	0.00	0	302,300	0.00	0	302,300
Nonstandard Adjustments	0.00	0	230,900	0.00	0	230,900
Change in Employee Compensation	0.00	0	35,700	0.00	0	35,700
27th Payroll	0.00	0	135,800	0.00	0	135,800
FY 2006 Program Maintenance	70.50	0	6,883,000	70.50	0	6,850,600
1. Market Conduct Analyst	1.00	0	64,600	1.00	0	64,600
2. Vehicle	0.00	0	25,000	0.00	0	25,000
3. Deputy Attorney General	0.00	0	0	0.00	0	109,800
FY 2006 Total	71.50	0	6,972,600	71.50	0	7,050,000
Change from Original Appropriation	1.00	0	721,400	1.00	0	798,800
% Change from Original Appropriation			11.5%			12.8%

Department of Insurance

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	70.50	0	6,083,700	167,500	6,251,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	32,100	1,100	33,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>32,100</i>	<i>1,100</i>	<i>33,200</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(3,900)</i>	<i>(1,100)</i>	<i>(5,000)</i>
FY 2005 Total Appropriation					
Agency Request	70.50	0	6,115,800	168,600	6,284,400
<i>Governor's Recommendation</i>	<i>70.50</i>	<i>0</i>	<i>6,111,900</i>	<i>167,500</i>	<i>6,279,400</i>
Non-Cognizable Funds and Transfers					
Reflects increase in federal grant funding for SHIBA program.					
Agency Request	0.00	0	0	49,500	49,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>49,500</i>	<i>49,500</i>
FY 2005 Estimated Expenditures					
Agency Request	70.50	0	6,115,800	218,100	6,333,900
<i>Governor's Recommendation</i>	<i>70.50</i>	<i>0</i>	<i>6,111,900</i>	<i>217,000</i>	<i>6,328,900</i>
Removal of One-Time Expenditures					
Reflects removal of HB 805 One-time 1% Salary Increase, non-cognizable funding and one-time replacement item funding.					
Agency Request	0.00	0	(181,600)	(50,600)	(232,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(179,300)</i>	<i>(49,500)</i>	<i>(228,800)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,600</i>	<i>0</i>	<i>1,600</i>
FY 2006 Base					
Agency Request	70.50	0	5,934,200	167,500	6,101,700
<i>Governor's Recommendation</i>	<i>70.50</i>	<i>0</i>	<i>5,934,200</i>	<i>167,500</i>	<i>6,101,700</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	57,200	0	57,200
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>44,200</i>	<i>0</i>	<i>44,200</i>

Department of Insurance

Analyst: Freeman

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures.

Agency Request	0.00	0	18,900	500	19,400
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

INSURANCE

Capital Outlay: 25 PCs (\$41,300), 4 laptops (\$12,000), 4 servers (\$66,000), 6 printers (\$8,000), 2 photocopiers (\$19,500), 1 fax machine (\$1,800), 3 vehicles (\$60,000).

FIRE MARSHAL

Capital Outlay: 3 PCs (\$5,000), 3 laptops (\$9,000), 1 printer (\$600), 2 photocopier (\$4,100), 3 vehicles (\$75,000).

Agency Request	0.00	0	302,300	0	302,300
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Governor's Recommendation	0.00	0	302,300	0	302,300
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.

Agency Request	0.00	0	181,400	49,500	230,900
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Governor's Recommendation	0.00	0	181,400	49,500	230,900
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	35,700	0	35,700
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	0	35,700	0	35,700
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	0	135,800	0	135,800
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Governor's Recommendation	0.00	0	135,800	0	135,800
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FY 2006 Program Maintenance

Agency Request	70.50	0	6,665,500	217,500	6,883,000
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Governor's Recommendation	70.50	0	6,633,600	217,000	6,850,600
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1. Market Conduct Analyst

Insurance Regulation

This enhancement would provide 1 FTP and related funding for a Market Conduct Analyst position. This position would review compliant data, company filings and other statistical data to identify companies that are potentially violating consumer protection standards. This will enable the department to focus its on-site examinations on companies that evidence market conduct problems. This type of analysis is necessary for the department's accreditation with the National Association of Insurance Commissioners.

Agency Request	1.00	0	64,600	0	64,600
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Governor's Recommendation	1.00	0	64,600	0	64,600
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Department of Insurance

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Vehicle					State Fire Marshal
<p>This enhancement would provide \$25,000 in onetime spending authority for the purchase of a vehicle for the new Plan Review Deputy Fire Marshal. The Fire Marshal has identified minimum standards for vehicles in order to meet the requirements for performing arson investigations. The standard vehicle is an extended cab four wheel drive pickup with a camper shell. The agency prefers to purchase used vehicles with low mileage when possible.</p>					
Agency Request	0.00	0	25,000	0	25,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>25,000</i>	<i>0</i>	<i>25,000</i>
3. Deputy Attorney General					Insurance Regulation
Agency Request	0.00	0	0	0	0
<p><i>This enhancement would provide one additional deputy attorney general for the Department of Insurance. This position will allow the Department of Insurance to gain consistency in the prosecution of insurance fraud cases. In order for the state to avoid the up front costs in the General Fund for this position, the Department of Insurance offered to prepay for the position in FY 2006. In the first year, the Attorney General will bill the Department for costs associated with the new position, which is why the spending authority in this enhancement is necessary. In subsequent years, the General Fund will be reimbursed through the statewide cost allocation plan.</i></p>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>109,800</i>	<i>0</i>	<i>109,800</i>
FY 2006 Total					
Agency Request	71.50	0	6,755,100	217,500	6,972,600
<i>Governor's Recommendation</i>	<i>71.50</i>	<i>0</i>	<i>6,833,000</i>	<i>217,000</i>	<i>7,050,000</i>
Agency Request					
Change from Original App	1.00	0	671,400	50,000	721,400
% Change from Original App	1.4%		11.0%	29.9%	11.5%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>1.00</i>	<i>0</i>	<i>749,300</i>	<i>49,500</i>	<i>798,800</i>
<i>% Change from Original App</i>	<i>1.4%</i>		<i>12.3%</i>	<i>29.6%</i>	<i>12.8%</i>

Public Utilities Commission

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	4,516,400	4,066,900	4,511,500	4,678,900	4,664,000
Federal	65,400	43,900	70,400	70,400	69,900
Total:	4,581,800	4,110,800	4,581,900	4,749,300	4,733,900
Percent Change:		(10.3%)	11.5%	3.7%	3.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,125,500	2,978,500	3,228,500	3,426,000	3,415,400
Operating Expenditures	1,456,300	1,132,300	1,329,800	1,271,400	1,266,600
Capital Outlay	0	0	23,600	51,900	51,900
Total:	4,581,800	4,110,800	4,581,900	4,749,300	4,733,900
Full-Time Positions (FTP)	49.00	49.00	49.00	49.00	49.00

Department Description

The Idaho Public Utilities Commission was established by the 12th Session of the Idaho Legislature and was organized on May 8, 1913. The Commission oversees the intrastate operation of investor-owned electric, gas, water, and telecommunications utilities, pipelines, and railroads. The Commission does not regulate publicly owned municipal, or cooperative utilities. The Commission serves the citizens and utilities of Idaho by determining fair, just and reasonable rates for utility commodities and services to be delivered safely, reliably, and efficiently, and by ensuring safe and adequate rail services within the state.

After the legislature removed the motor carrier function from the Commission, the Administration, Utilities and Regulated Carriers programs were combined into one program for budgeting purposes. The commissioners are supported by two policy analysts, legal counsel, the utilities division, and an administrative division.

The Administration Division has management, fiscal, personnel and public affairs, pipeline, and railroad carrier responsibilities. It provides support services for the agency (Sections 61-301:337, Idaho Code). The railroad carriers function is responsible to assure that railroads operate safely and that the public is provided adequate rail service (Section 61-509, Idaho Code).

The Utilities Division includes: Accounting, Engineering, Economic, Telecommunications, and Consumer Assistance. The Accounting Section advises the Commission on auditing, accounting, financing, income tax and security issues. It participates in all rate cases to determine proper income, expenses, rate bases and revenue requirements. The Engineering, Economic, and Telecommunications Sections are primarily responsible for economic and engineering analysis of rates, rate design, and cost of service and technical evaluations of company proposals. The Consumer Assistance Section is responsible for handling customer complaints and specialized information requests.

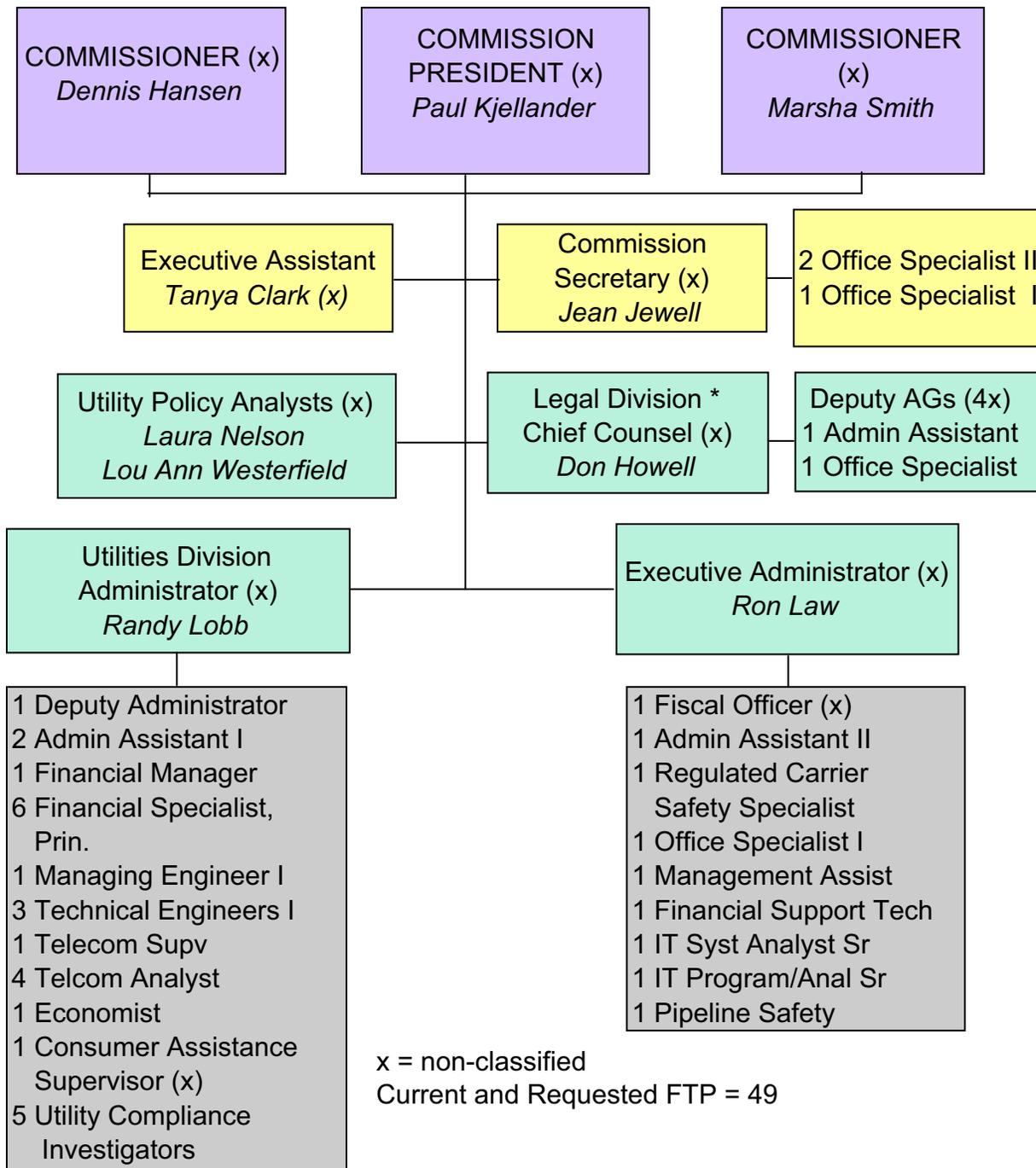
Programs are funded by the Public Utilities Commission Fund which consists of fees collected from the regulated utilities (telephone, power, natural gas, and water corporations) in the amount of not more than 0.3% (currently .2405%) of their intrastate revenues (Section 61-1004, Idaho Code) and from railroad corporations not more than 1% (currently .6161%) of the gross operating revenues derived from the intrastate business. In prior years, General Fund expenditures for the salaries and benefits of the commissioners (Section 61-1009, Idaho Code) were reimbursed to the General Fund at year end from the Public Utilities Commission Fund. However, beginning in FY 2001, the law was changed and Commissioner's salaries are now paid from the PUC Fund.

Public Utilities Commission

Agency Profile

Analyst: Milstead

Organizational Chart



*Note: Attorneys General are paid through o.e. by contract with the AG's office and do not count as FTPs in this agency.

Public Utilities Commission

Agency Profile

Analyst: Milstead

Strategic Planning Act Performance Measures

Selected Measures	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
1. Number of formal workshops/public hearings	68	28	34	68
2. Number of informal complaints	5,301	3,581	2,778	3,000
3. Number of informal complaints investigated	3,562	2,509	1,953	2,000
4. Number of cases overturned	0	0	1	0
5. Number of cases filed	182	197	233	182
6. Resolve issues using alternative dispute resolution	5,269	3,548	1,882	2,000
7. Number of gas pipeline inspections	40	40	38	55
8. Percent of complaints where commission reversed or modified the company's action	40.0%	41.0%	56.0%	50.0%
9. Average number of days to resolve complaints	6	6	7	6
10. Number of formal complaint investigations initiated	5	10	6	5
11. Number of complaints/inquiries	6,881	4,708	3,688	4,000
12. Conduct railroad crossing safety inspections	199	30	33	130
13. RR crossing complaints investigated	33	8	35	35
14. Correct railroad crossing deficiencies	28	33	31	NA

Fund Information	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
Public Utilities Commission Fund				
Beginning Free Fund Balance	\$3,650,500	\$3,924,700	\$4,425,700	\$4,438,100
Regulatory Utility Fees (.2577% of intrastate rev)	4,229,600	4,261,500	3,995,800	3,839,100
Utilities Security Issuance Fees	10,300	7,100	8,600	8,000
Railroad Regulatory Fees (.8171% gross op rev)	213,600	112,800	66,300	128,100
Miscellaneous Receipts (sale of copies, etc.)	900	3,800	2,200	1,000
Total Available for Year	8,104,900	8,309,900	8,498,600	8,414,300
Cash Expenditures	4,180,200	3,884,300	4,066,200	4,612,300
Encumbrances as of June 30	0	0	0	0
Ending Free Fund Balance*	\$3,924,700	\$4,425,600	\$4,432,400	\$3,802,000

*The PUC needs to retain a Free Fund Balance of about 50% of the appropriation for cash-flow purposes.

Fund Sources/Uses

Public Utilities Commission Fund (229-20): Each public utility and railroad corporation annually pays a special regulatory fee in such amount as determined by the Commission. The fee shall not exceed one percent of the gross operating revenues derived from the intrastate business of each railroad corporation and shall not exceed three-tenths of one per cent of the gross operating revenues derived from the intrastate business of each public utility. This fund pays the costs of regulating utilities subject to the Commission's jurisdiction.

FY 2005 App.

\$4,511,500

Federal Grants (348-00): Federal monies used for physical inspection of intrastate natural gas pipelines and to evaluate pipeline operating procedures.

\$70,800

\$4,581,900

Public Utilities Commission

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	49.00	0	4,581,900	49.00	0	4,581,900
HB 805 One-time 1% Salary Increase	0.00	0	24,500	0.00	0	24,500
1. HB 802--Commissioner Salaries	0.00	0	5,900	0.00	0	5,900
Governor's Rescission	0.00	0	0	0.00	0	(5,500)
FY 2005 Total Appropriation	49.00	0	4,612,300	49.00	0	4,606,800
Removal of One-Time Expenditures	0.00	0	(48,100)	0.00	0	(46,700)
Base Adjustments	0.00	0	(11,700)	0.00	0	(7,600)
FY 2006 Base	49.00	0	4,552,500	49.00	0	4,552,500
Benefit Costs	0.00	0	47,000	0.00	0	36,400
Inflationary Adjustments	0.00	0	4,800	0.00	0	0
Replacement Items	0.00	0	51,900	0.00	0	51,900
Nonstandard Adjustments	0.00	0	(51,500)	0.00	0	(51,500)
Change in Employee Compensation	0.00	0	24,600	0.00	0	24,600
27th Payroll	0.00	0	120,000	0.00	0	120,000
Fund Shifts	0.00	0	0	0.00	0	0
FY 2006 Total	49.00	0	4,749,300	49.00	0	4,733,900
Change from Original Appropriation	0.00	0	167,400	0.00	0	152,000
% Change from Original Appropriation			3.7%			3.3%

Public Utilities Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	49.00	0	4,511,500	70,400	4,581,900
HB 805 One-time 1% Salary Increase					
Reflects the one-time one percent salary adjustment (HB 805).					
Agency Request	0.00	0	24,100	400	24,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>24,100</i>	<i>400</i>	<i>24,500</i>
1. HB 802--Commissioner Salaries					
HB 802, passed late in the last legislative session, raised PUC Commissioner salaries to \$82,740. This request provides dedicated fund spending authority to fund the increase in Commissioners' salaries authorized by HB 802. (On-going).					
Agency Request	0.00	0	5,900	0	5,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,900</i>	<i>0</i>	<i>5,900</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(5,300)</i>	<i>(200)</i>	<i>(5,500)</i>
FY 2005 Total Appropriation					
Agency Request	49.00	0	4,541,500	70,800	4,612,300
<i>Governor's Recommendation</i>	<i>49.00</i>	<i>0</i>	<i>4,536,200</i>	<i>70,600</i>	<i>4,606,800</i>
Removal of One-Time Expenditures					
Removes last year's replacement items budget and the one-time one percent temporary salary increase for state employees.					
Agency Request	0.00	0	(47,700)	(400)	(48,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(46,500)</i>	<i>(200)</i>	<i>(46,700)</i>
Base Adjustments					
Reflects a base reduction to recognize the state's pipeline safety program is costing less to administer than originally anticipated. This is due primarily to the completion of start-up training.					
Agency Request	0.00	0	(7,000)	(4,700)	(11,700)
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(2,900)</i>	<i>(4,700)</i>	<i>(7,600)</i>
FY 2006 Base					
Agency Request	49.00	0	4,486,800	65,700	4,552,500
<i>Governor's Recommendation</i>	<i>49.00</i>	<i>0</i>	<i>4,486,800</i>	<i>65,700</i>	<i>4,552,500</i>

Public Utilities Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	46,400	600	47,000
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	0	35,900	500	36,400
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	4,400	400	4,800
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Replaces network servers (\$15,000) and 16 of 58 personal computers (\$900 each for a total of \$14,400) in accord with the Commission's IT plan. This request also includes \$22,500 for a replacement vehicle for the Railroad Safety Programs. The program currently uses a Dodge Intrepid with over 125,000 miles on the odometer. This car was acquired in July, 1997. The Commission seeks to purchase a vehicle with higher clearance to better withstand terrain associated with rail yards, railroad right of ways and track sidings. (All one-time).					
Agency Request	0.00	0	51,900	0	51,900
Governor's Recommendation	0.00	0	51,900	0	51,900
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and includes increases in lease costs (\$9,400). Also reflects costs for the fiber-optic connection to the Capitol Mall network (\$3,000).					
Agency Request	0.00	0	(51,600)	100	(51,500)
Governor's Recommendation	0.00	0	(51,600)	100	(51,500)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	24,200	400	24,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	24,200	400	24,600
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	118,400	1,600	120,000
Governor's Recommendation	0.00	0	118,400	1,600	120,000

Public Utilities Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Fund Shifts					
Reflects a shift in funds from the Public Utilities Commission fund to a federal grant fund to increase spending authority of federal funds.					
Agency Request	0.00	0	(1,600)	1,600	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(1,600)</i>	<i>1,600</i>	<i>0</i>
FY 2006 Total					
Agency Request	49.00	0	4,678,900	70,400	4,749,300
<i>Governor's Recommendation</i>	<i>49.00</i>	<i>0</i>	<i>4,664,000</i>	<i>69,900</i>	<i>4,733,900</i>
Agency Request					
Change from Original App	0.00	0	167,400	0	167,400
% Change from Original App	0.0%		3.7%	0.0%	3.7%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>152,500</i>	<i>(500)</i>	<i>152,000</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>3.4%</i>	<i>(0.7%)</i>	<i>3.3%</i>

Idaho Legislative Budget Book

Self-Governing Agencies

2005 Legislative Session

Building Safety, Division of	5 - 67
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Lottery, State	5 - 81
Medical Boards	5 - 87
Regulatory Boards	5 - 97
State Appellate Public Defender	5 - 105
Veterans Services, Division of	5 - 113

Self-Governing Agencies

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Building Safety, Division of	9,226,800	8,512,600	10,923,900	11,679,300	11,626,600
General Boards	345,800	266,700	293,800	362,900	361,700
Lottery, State	10,470,700	9,668,700	10,845,900	10,947,600	10,833,500
Medical Boards	3,203,000	2,961,500	3,458,800	3,700,900	3,656,900
Regulatory Boards	3,976,000	3,697,800	4,220,600	4,372,300	4,342,600
State Appellate Public Def	1,228,800	1,196,100	1,262,900	2,673,000	2,665,000
Veterans Services, Division of	16,782,800	21,740,600	17,312,600	18,781,500	18,630,800
Total:	45,233,900	48,044,000	48,318,500	52,517,500	52,117,100
BY FUND CATEGORY					
General	3,430,200	3,392,900	3,443,900	4,907,500	4,894,400
Dedicated	36,573,000	34,139,800	39,749,500	42,063,500	41,722,900
Federal	5,230,700	10,511,300	5,125,100	5,546,500	5,499,800
Total:	45,233,900	48,044,000	48,318,500	52,517,500	52,117,100
Percent Change:		6.2%	0.6%	8.7%	7.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	14,404,500	25,158,000	15,611,500	17,546,300	17,414,700
Operating Expenditures	13,699,700	21,709,300	14,176,800	15,329,800	15,159,200
Capital Outlay	264,700	1,076,000	1,139,700	895,500	895,500
Trustee/Benefit	82,200	100,700	77,900	71,700	71,700
Lump Sum	16,782,800	0	17,312,600	18,674,200	18,576,000
Total:	45,233,900	48,044,000	48,318,500	52,517,500	52,117,100
Full-Time Positions (FTP)	574.32	574.32	587.57	607.12	606.87

Department Description

The Department of Self-Governing Agencies includes: Regulatory Boards, Medical Boards, General Boards, Idaho State Lottery, Division of Building Safety, Division of Veterans Services and the State Appellate Public Defender.

Division of Building Safety

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration	572,900	559,900	697,200	0	0
Building Safety	8,653,900	7,952,700	10,226,700	11,679,300	11,626,600
Total:	9,226,800	8,512,600	10,923,900	11,679,300	11,626,600
BY FUND CATEGORY					
Dedicated	9,079,000	8,405,000	10,772,600	11,552,800	11,501,000
Federal	147,800	107,600	151,300	126,500	125,600
Total:	9,226,800	8,512,600	10,923,900	11,679,300	11,626,600
Percent Change:		(7.7%)	28.3%	6.9%	6.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,848,400	6,278,400	7,635,900	8,523,000	8,495,300
Operating Expenditures	2,232,100	1,782,700	2,537,500	2,535,800	2,510,800
Capital Outlay	146,300	451,500	750,500	620,500	620,500
Total:	9,226,800	8,512,600	10,923,900	11,679,300	11,626,600
Full-Time Positions (FTP)	122.10	122.10	132.10	141.10	141.10

Division Description

The Division of Building Safety has consisted of two budgeted programs: Administration and Building Safety. However, beginning in FY 2006 the Administration Program will be included in the Building Safety Program resulting in a single budgeted program.

The Building Safety function includes the following bureaus: Building, Electrical, Logging & Industrial Safety, Plumbing, Public Works Contractor Licensing, and Heating, Ventilation & Air Conditioning.

The Building Bureau provides minimum levels of building, fire, and life safety for Idaho citizens by administering various building code programs involving the construction of state facilities, schools, prefabricated structures, and manufactured homes. Activities include plan checking, site inspections, in-plant inspections of manufactured homes and prefabricated structures, HUD dealer lot manufactured home inspections, consumer records audits and complaint inspections. The Bureau also administers programs that develop, promote, implement and enforce energy codes for commercial and residential buildings.

The Electrical Bureau licenses all electricians and contractors, registers apprentices, issues permits, and reviews plans and inspects all electrical installations to ensure code compliance.

The Logging and Industrial Safety Bureau has a dual mission. The Industrial Safety Section inspects state facilities and school districts to ensure safe working conditions, and manages the statewide boiler safety program. This section also houses the new self-supporting elevator safety program. The Logging Safety Section exists to reduce the frequency and severity of accidents in the logging industry by conducting first aid safety classes and on-the-job safety meetings for loggers, providing safety training for management, and inspecting of on-going logging operations. The safety programs are funded by transfers from the Industrial Commission.

The Plumbing Bureau licenses plumbers and contractors, registers apprentices, issues permits, conducts inspections, and approves plans.

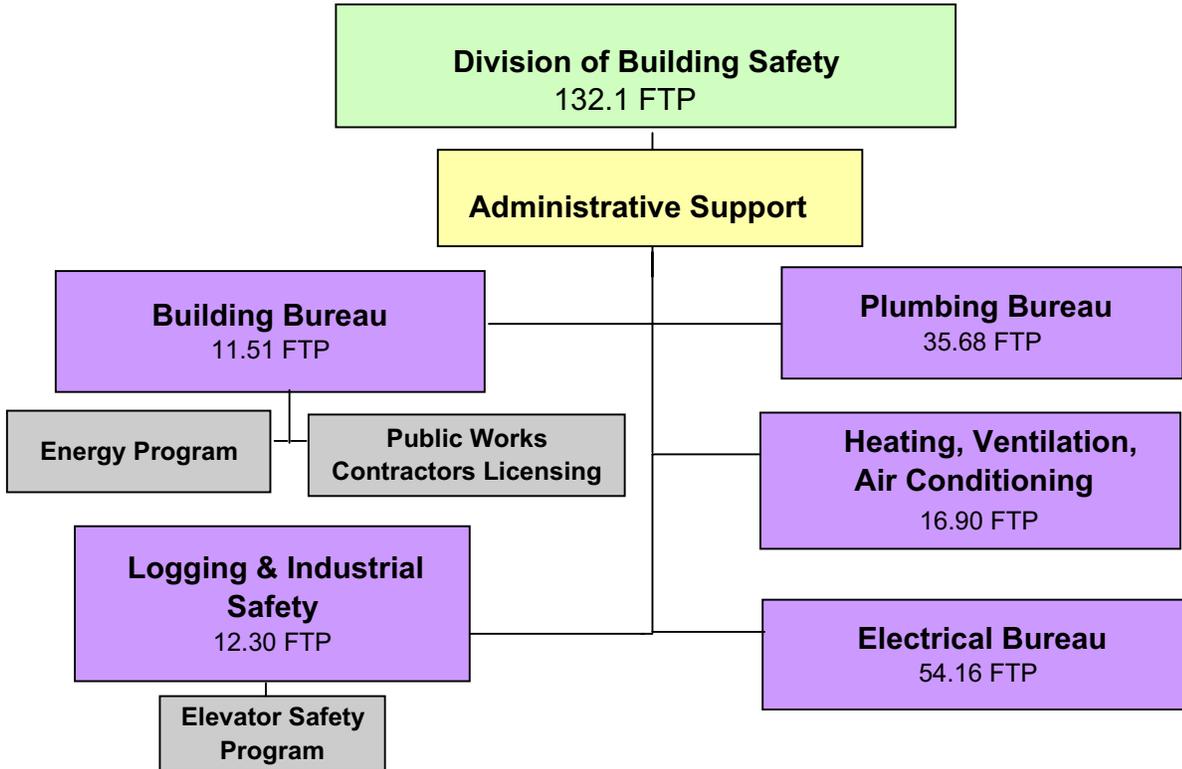
The Heating, Ventilation & Air Conditioning Bureau was created by the 2003 Legislature (SB1133). This bureau will establish qualifications and issue certificates of competency for HVAC installers. The Division will hire inspectors to conduct inspections of HVAC systems across the state.

Division of Building Safety

Agency Profile

Analyst: Milstead

Organizational Chart



Sources/Uses of Funds

	FY05 App.
Electrical Fund (229-01): Fees from electrical contractor licenses. Used to administer the Electrical Bureau.	\$4,097,700
Building Fund (229-02): Fees for inspections and plan reviews of HUD manufactured homes, commercial modular structures, state buildings and schools.	1,022,900
Plumbing Fund (229-03): Plumbers' license fees. Used to administer the Plumbing Bureau.	2,821,000
Manufactured Housing (229-04): License fees charged to manufactured home manufacturer and dealers.	86,300
Public Works Contractors Licensing (229-07): Fees generated from licenses issued to contractors, builders, sub-contractors and others doing public works construction.	367,300
HVAC Fund (229-08): From fees charged for examinations and for certificates of competency for HVAC contractors and journeymen.	877,100
Misc. Rev./Industrial Safety (349-10): All revenue derived from the Industrial Commission's Compensation program. Inspects state facilities, school district facilities, and by request county and city facilities to ensure safe working conditions.	967,600
Misc. Rev./Logging (349-11): All revenue derived from the Industrial Commission's Compensation program. Promotes safety and safety awareness among the state's logging industry.	387,100
Energy Program (349-17): Revenue from the Northwest Energy Efficiency Alliance is used as match for grants from the U.S. Department of Energy to finance programs implementing energy codes for commercial and residential buildings.	126,100
	<u>151,300</u>
Federal Grant (348-00): Receives moneys from the U.S. Department of Housing and Urban Development. Used to respond to consumer complaints and perform records review of HUD Manufactured Home Manufacturers.	\$10,923,900

Division of Building Safety

Agency Profile

Analyst: Milstead

Selected Measures

Fiscal Year	FY 2002 Act	FY2003 Act.	FY 2004 Act.	FY 2005 Est.
1 Electrical works permits issued				
Permits issued for electrical work	32,027	34,981	36,947	37,900
Licenses issued	8,944	8,855	9,576	9,400
Plans reviewed for code compliance	355	555	526	500
Apprentice/trainee registrations	2,612	2,628	2,853	2,890
Installations checked	60,468	67,600	71,404	72,000
2 Building Bureau				
City/county building inspections	1,919	1,844	1,903	1,900
In-plant pre-fab inspections	1,633	2,222	2,010	2,010
Dealer manfctd. homes complnt/insp	667	786	573	575
Permits for prefab structures	765	837	727	725
3 Plumbing Bureau				
Inspections performed w/in 12 hours	100,213	69,357	55,701	58,486
Permits issued w/in one day	19,417	21,529	23,210	24,000
Plumbing licenses issued	3,602	3,796	3,779	3,850
Apprentices registered/monitored	725	653	727	750
Plans reviewed/approved w/in 5-days	174	171	210	230
4 HVAC Bureau*				
Permits issued w/in one day	0	0	0	9,000
Inspections conducted	0	0	0	18,000
Licenses issued--once every 3-years	0	0	0	3,000
Apprentices registered/monitored	0	0	0	500
Plans reviewed/approved w/in 5-days	0	0	0	700
5 Industrial Safety Program				
No. of public employee workplaces	13,595	6,550	6,551	6,651
Safety inspections completed	10,607	5,836	5,836	6,551
School districts inspected	115	123	123	123
School facilities inspected	2,929	3,090	3,090	3,190
Alleged unsafe condition inspected	32	37	18	25
Elevators tested/certified	366	254	125	500
Boilers/pressure vessel inspected	5,926	3,443	5,151	4,500
Inspect logging operations	794	783	826	800
Public works cont. licenses	310	376	272	280
Public works license renewals	2,675	2,800	2,496	2,600
6 Manufactured Housing Program				
Licensed manufctrs, dealers, salesmen	550	505	436	425

* The HVAC Bureau began licensing and inspection operations in FY 2005.

Division of Building Safety Agency Profile

Analyst: Milstead

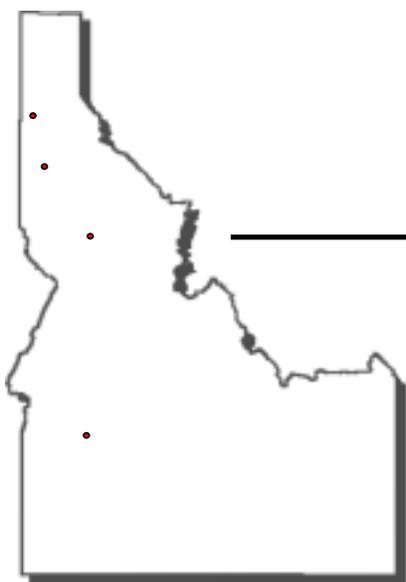
BUILDING SAFETY - VEHICLE INFORMATION

Bureau	Vehicles in stock	Replacement vehicles requested	Additional vehicles requested	Number of employees using State vehicles	FY 2004 vehicles replaced
Building	9	1	0	9	2
Electrical	40	5	0	40	6
Industrial & Logging	12	4	0	12	4
Plumbing	29	8	2	27	7
HVAC*	3	0	5	3	0

*Employee count does not include requested enhancements: 5 HVAC inspectors.

BUILDING SAFETY - FY 2006 VEHICLES TO BE REPLACED

Bureau	Vehicle type	Date acquired	Mileage	Vehicle type	Date acquired	Mileage
Building	Jeep	2000	114,700	--	--	--
	--	--	--	--	--	--
Electrical	4X4 Pick-up	2000	115,700	4X4 Pick-up	2000	110,200
	4X4 Pick-up	2000	110,400	4X4 SUV	2002	132,200
	4X4 Pick-up	2000	140,400	--	--	--
	--	--	--	--	--	--
Industrial & Logging	Chevy	2000	124,000	4X4 3/4 Ton	2002	114,800
	Jeep	1999	112,200	4xX4 3/4 ton	2002	110,600
Plumbing	4X4 Pick-up	1999	117,300	4X4 Pick-up	2002	114,500
	4X4 Pick-up	1999	127,600	4X4 Pick-up	2002	127,900
	GMC SUV	2000	113,100	4X4 Pick-up	2002	125,300
	GMC SUV	2000	112,500	4X4 Pick-up	2003	116,700



Logging Safety Advisors Cover Four Regions of the State

Coeur d'Alene: St. Maries north to the Canadian border
Potlatch: St. Maries south to North Fork of the Clearwater
Kamiah: North Fork of the Clearwater south to Riggins
Horseshoe Bend: Riggins to southern and eastern borders.

Division of Building Safety

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	132.10	0	10,923,900	132.10	0	10,923,900
HB 805 One-time 1% Salary Increase	0.00	0	54,000	0.00	0	54,000
Governor's Rescission	0.00	0	0	0.00	0	(11,400)
FY 2005 Total Appropriation	132.10	0	10,977,900	132.10	0	10,966,500
Removal of One-Time Expenditures	0.00	0	(920,900)	0.00	0	(918,800)
Base Adjustments	0.00	0	0	0.00	0	9,300
FY 2006 Base	132.10	0	10,057,000	132.10	0	10,057,000
Benefit Costs	0.00	0	123,000	0.00	0	95,300
Inflationary Adjustments	0.00	0	25,000	0.00	0	0
Replacement Items	0.00	0	478,500	0.00	0	478,500
Nonstandard Adjustments	0.00	0	44,000	0.00	0	44,000
Change in Employee Compensation	0.00	0	66,300	0.00	0	66,300
27th Payroll	0.00	0	265,800	0.00	0	265,800
Fund Shifts	0.00	0	0	0.00	0	0
FY 2006 Program Maintenance	132.10	0	11,059,600	132.10	0	11,006,900
1. HVAC--Eight FTP	8.00	0	549,400	8.00	0	549,400
2. Public Relations FTP	1.00	0	70,300	1.00	0	70,300
FY 2006 Total	141.10	0	11,679,300	141.10	0	11,626,600
Change from Original Appropriation	9.00	0	755,400	9.00	0	702,700
% Change from Original Appropriation			6.9%			6.4%

Division of Building Safety

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	132.10	0	10,772,600	151,300	10,923,900

HB 805 One-time 1% Salary Increase

Reflects one-time salary adjustment (HB 805).

Agency Request	0.00	0	53,400	600	54,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>53,400</i>	<i>600</i>	<i>54,000</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(11,000)</i>	<i>(400)</i>	<i>(11,400)</i>
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FY 2005 Total Appropriation					
Agency Request	132.10	0	10,826,000	151,900	10,977,900
<i>Governor's Recommendation</i>	<i>132.10</i>	<i>0</i>	<i>10,815,000</i>	<i>151,500</i>	<i>10,966,500</i>

Removal of One-Time Expenditures

Reflects the removal of one-time expenditures for 28 vehicles, 50 replacement personal computers and other computer-related equipment, and operating expenditures to train new inspectors.

Agency Request	0.00	0	(919,100)	(1,800)	(920,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(917,100)</i>	<i>(1,700)</i>	<i>(918,800)</i>

Base Adjustments

Reflects the consolidation of the Administration budget unit into the Building Safety budget unit. This change will ease budget preparation and monitoring of Division activity. Administration activity will continue to be tracked separately to allow oversight of that function.

Agency Request	0.00	0	0	0	0
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Restore risk management rescission to the base.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>9,000</i>	<i>300</i>	<i>9,300</i>
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FY 2006 Base					
Agency Request	132.10	0	9,906,900	150,100	10,057,000
<i>Governor's Recommendation</i>	<i>132.10</i>	<i>0</i>	<i>9,906,900</i>	<i>150,100</i>	<i>10,057,000</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	0	122,000	1,000	123,000
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>94,500</i>	<i>800</i>	<i>95,300</i>
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Division of Building Safety

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	0	24,300	700	25,000
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Includes spending authority for the following replacement items: Vehicles: five vehicles for the Electrical Bureau (\$100,000); eight vehicles for the Plumbing Bureau (\$160,000); two vehicles for the Industrial Safety Program (\$44,000); two vehicles for the Logging Safety program (\$52,000) and one vehicle for the Building Bureau (\$20,000). Computer-related equipment: replace three large servers (\$20,000 each) and five small servers (\$8,500 each). This request replaces eight of sixteen servers which were purchased in 1999 and 2000.					
Agency Request	0.00	0	477,400	1,100	478,500
Governor's Recommendation	0.00	0	477,400	1,100	478,500
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums as well as the annual 3% lease increase for the Division's headquarters in Meridian.					
Agency Request	0.00	0	43,600	400	44,000
Governor's Recommendation	0.00	0	43,600	400	44,000
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	65,700	600	66,300
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	65,700	600	66,300
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	262,300	3,500	265,800
Governor's Recommendation	0.00	0	262,300	3,500	265,800
Fund Shifts					
Reflects shifting appropriate administrative and bureau costs to the new HVAC Bureau (\$229,100). Also, reflects shifting 65% of the Energy Code program to the Building Bureau because the DOE Energy Code grant was not renewed (\$107,200). The energy code is incorporated by reference within the Building Code and is adopted within the Building Code Advisory Act by Idaho Code Sec. 39-4109. As such, both code enforcement programs could be combined if the energy grant became inadequate to sustain the energy program on a stand-alone basis. Also reflects a shift of 25% of the Building Bureau Chief's personnel costs from the Building Bureau to the Public Works Contractor Licensing program to reflect work-load. Finally, reflects a shift of costs of the Elevator Safety Program from the Industrial Commission to the newly created self-supported elevator program within the Division (\$237,100).					
Agency Request	0.00	0	30,900	(30,900)	0
Governor's Recommendation	0.00	0	30,900	(30,900)	0
FY 2006 Program Maintenance					
Agency Request	132.10	0	10,933,100	126,500	11,059,600
Governor's Recommendation	132.10	0	10,881,300	125,600	11,006,900

Division of Building Safety

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. HVAC--Eight FTP

The Division requests \$549,400 in spending authority for 8.0 FTP (5.0 inspectors and 3.0 office specialists) and related operating expenditures and capital outlay to fully implement the Heating, Ventilation, and Air Conditioning (HVAC) program. The Division states this enhancement is necessary to fully implement the HVAC program and to cover the demand of permits and inspections throughout the state. The program requires doing inspections for the HVAC industry and homeowners in certain areas of the state, and licensing all contractors, journeymen and apprentices in the HVAC industry. The program will be funded by applications, licensing and permit fees generated by the HVAC Bureau. The new bureau is using a dedicated fund with anticipated annual revenues of \$1,570,000 and estimated expenses of \$1,505,700. The request is allocated in the following manner: \$373,900 in personnel costs; \$36,300 in operating expenditures; and \$139,200 in capital outlay. (Of these amounts, \$400,200 is ongoing and \$149,200 is one-time).

Agency Request	8.00	0	549,400	0	549,400
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>0</i>	<i>549,400</i>	<i>0</i>	<i>549,400</i>

2. Public Relations FTP

The Division requests 1.0 Public Relations FTP within the Public Works Contractor Licensing program to provide educational outreach to both the construction industry and the public regarding implementation of public works contractor and construction manager licensing laws. The Division states that the Public Works Contractor Licensing Board (PWCLB) has identified a need to add this position to provide education outreach regarding implementation of the public works contractor and construction manager licensing laws. This would allow the board to more effectively communicate with and provide education outreach to all affected public agencies, individuals and contractor organizations. The Division believes that such outreach should result in more effective implementation of current rules and laws governing public works contractor and construction manager licensing. The board states that there is a growing problem reflected by complaints regarding noncompliance with public works licensing and bidding laws.

The request is allocated in the following manner: \$58,100 in personnel costs; \$9,400 in operating expenses; and \$2,800 in capital outlay for a notebook computer. (\$67,500 ongoing; \$2,800 one-time).

Agency Request	1.00	0	70,300	0	70,300
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>70,300</i>	<i>0</i>	<i>70,300</i>

FY 2006 Total					
Agency Request	141.10	0	11,552,800	126,500	11,679,300
<i>Governor's Recommendation</i>	<i>141.10</i>	<i>0</i>	<i>11,501,000</i>	<i>125,600</i>	<i>11,626,600</i>

Agency Request

Change from Original App	9.00	0	780,200	(24,800)	755,400
% Change from Original App	6.8%		7.2%	(16.4%)	6.9%

Governor's Recommendation

<i>Change from Original App</i>	<i>9.00</i>	<i>0</i>	<i>728,400</i>	<i>(25,700)</i>	<i>702,700</i>
<i>% Change from Original App</i>	<i>6.8%</i>		<i>6.8%</i>	<i>(17.0%)</i>	<i>6.4%</i>

General Boards

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Board of Examiners	14,300	14,300	10,000	0	0
Commission on Hispanic Affairs	331,500	252,400	283,800	362,900	361,700
Total:	345,800	266,700	293,800	362,900	361,700
BY FUND CATEGORY					
General	116,400	111,900	126,300	117,300	116,500
Dedicated	111,100	89,300	94,000	88,100	88,000
Federal	118,300	65,500	73,500	157,500	157,200
Total:	345,800	266,700	293,800	362,900	361,700
Percent Change:		(22.9%)	10.2%	23.5%	23.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	212,100	142,000	184,800	192,800	192,200
Operating Expenditures	104,000	89,100	83,600	150,900	150,300
Capital Outlay	0	4,600	0	0	0
Trustee/Benefit	29,700	31,000	25,400	19,200	19,200
Total:	345,800	266,700	293,800	362,900	361,700
Full-Time Positions (FTP)	4.00	4.00	4.00	4.00	4.00

Division Description

The General Boards in the Department of Self-Governing Agencies consist of those boards and commissions that are non-regulatory in nature, and not easily grouped with the other entities in the Self-Governing Agencies. The General Boards consist of the Commission on Hispanic Affairs and the Board of Examiners.

The Commission on Hispanic Affairs provides services to the Hispanic community and serves as a liaison between the community and government entities. Working toward economic, educational, and social equality, the Commission identifies and monitors programs and legislation, and researches problems and issues facing Idaho's Hispanic community. The Commission identifies solutions and provides recommendations to the governor, legislature, and other organizations concerning issues facing the State's Hispanic population.

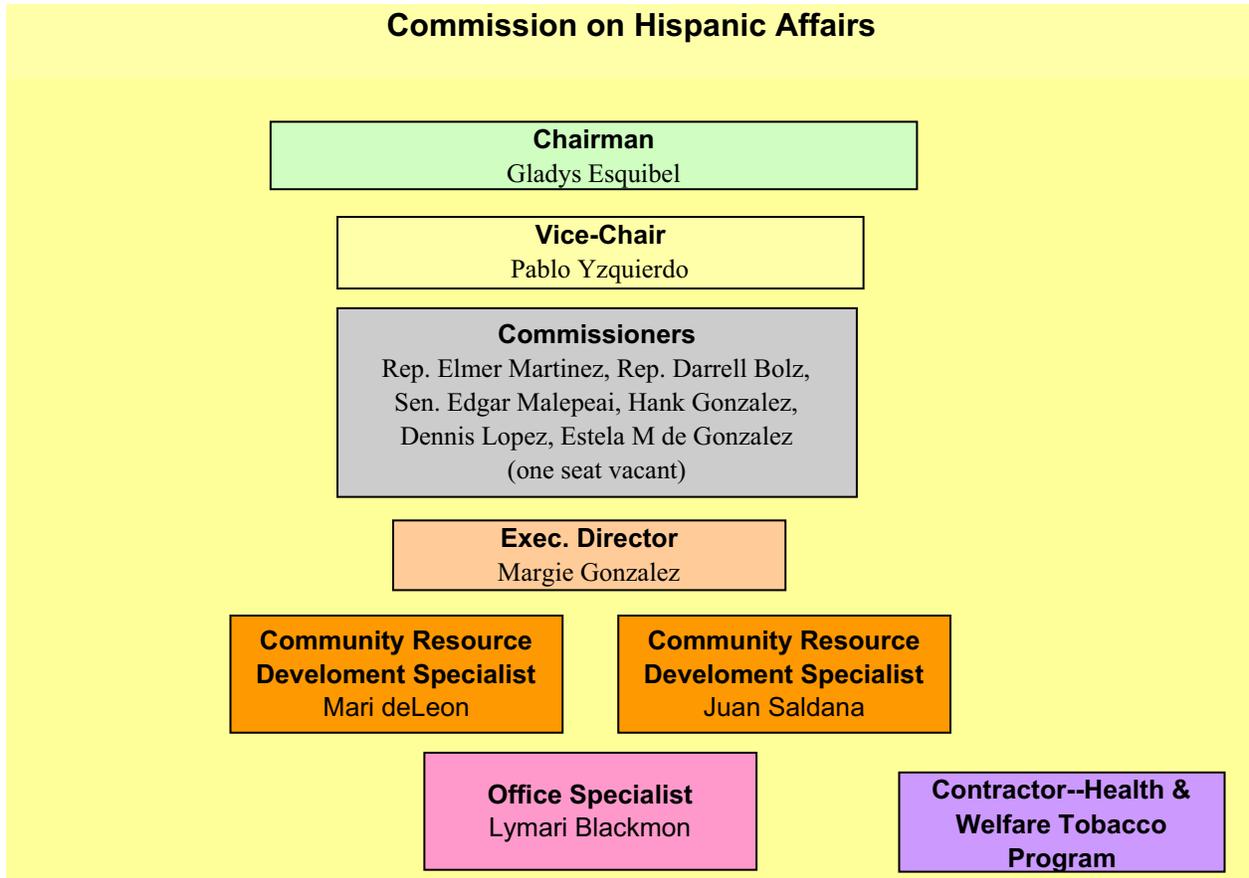
The Commission's Substance Abuse Program recruits and monitors Hispanic college students pursuing careers in substance abuse counseling.

The Commission's Substance Abuse Prevention Liaison provides a liaison between the Idaho Commission on Hispanic Affairs, School Districts and the Hispanic community seeking to better serve Hispanic children through the Safe and Drug Free Schools & Communities program under the State Department of Education. This collaboration strengthens the services being offered to Hispanic students, families and communities by the School Districts.

The Board of Examiners is created in Idaho Constitution art. IV, § 18, and consists of the Governor, Secretary of State, and Attorney General, with the State Controller serving as a non-voting Secretary of the Board. Claims against the state are recorded by the State Controller and audited by the Legislature. The Board examines the audited claims, except those dealing with salaries or compensation of officers, and performs other duties as prescribed in Idaho Code § 67-2001 - 2027.

Agency Profile

Organizational Chart



Sources/Uses of Funds

	FY 2005 App.
<p>General Fund (0001-00): Derived from individual and corporate income tax, sales tax, cigarette tax, beer and wine tax, liquor surcharge, kilowatt hour tax, and other miscellaneous taxes. Used for personnel, operating and capital outlay.</p>	\$117,000.00
<p>Miscellaneous Revenue (0349-00): Includes the grant from Health and Welfare and also derives moneys from donations, miscellaneous receipts, non-federal grants, and cigarette taxes transferred from the Department of Education. Used for programs to enhance appreciation of Hispanic heritage/culture in Idaho. Tobacco tax money used in partnership with schools to benefit Hispanic at-risk students.</p>	\$94,000.00
<p>Federal Grant (0348-00): Used for preventive substance abuse programs in coordination with higher education and alcohol/drug board.</p>	\$73,700.00
	\$284,700.00

General Boards

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	4.00	126,300	293,800	4.00	126,300	293,800
HB 805 One-time 1% Salary Increase	0.00	700	900	0.00	700	900
1. Examiners Supplemental	0.00	11,500	11,500	0.00	11,500	11,500
Governor's Rescission	0.00	0	0	0.00	(400)	(400)
FY 2005 Total Appropriation	4.00	138,500	306,200	4.00	138,100	305,800
Non-Cognizable Funds and Transfers	0.00	0	75,100	0.00	0	75,100
FY 2005 Estimated Expenditures	4.00	138,500	381,300	4.00	138,100	380,900
Removal of One-Time Expenditures	(1.00)	(12,200)	(173,500)	(1.00)	(12,200)	(173,500)
Base Adjustments	0.00	(10,000)	(10,000)	0.00	(9,600)	(9,600)
FY 2006 Base	3.00	116,300	197,800	3.00	116,300	197,800
Benefit Costs	0.00	1,600	2,400	0.00	1,200	1,800
Inflationary Adjustments	0.00	400	600	0.00	0	0
Nonstandard Adjustments	1.00	(4,600)	156,500	1.00	(4,600)	156,500
Change in Employee Compensation	0.00	700	1,100	0.00	700	1,100
27th Payroll	0.00	2,900	4,500	0.00	2,900	4,500
FY 2006 Total	4.00	117,300	362,900	4.00	116,500	361,700
Change from Original Appropriation	0.00	(9,000)	69,100	0.00	(9,800)	67,900
% Change from Original Appropriation		(7.1%)	23.5%		(7.8%)	23.1%

General Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	4.00	126,300	94,000	73,500	293,800

HB 805 One-time 1% Salary Increase

Reflects the one-time salary adjustment authorized by HB 805.

Agency Request	0.00	700	0	200	900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>700</i>	<i>0</i>	<i>200</i>	<i>900</i>

1. Examiners Supplemental

Board of Examiners

The Board of Examiners requests \$11,500 as an FY 2005 Supplemental (General Fund, one-time). This Supplemental will cover payments to the Ada County Sheriff and Prosecutor for the prosecution and transportation of State Penitentiary inmates. This will allow the Board to pay these claims in a timely manner. The Board has worked with the County to have the County change its billing cycle. Both the Sheriff and Prosecutor will bill the Board at the end of May for charges accumulated through May 31st. This timing should permit the Board to more accurately submit the request to pay such claims.

Agency Request	0.00	11,500	0	0	11,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>11,500</i>	<i>0</i>	<i>0</i>	<i>11,500</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(400)</i>	<i>0</i>	<i>0</i>	<i>(400)</i>
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FY 2005 Total Appropriation					
Agency Request	4.00	138,500	94,000	73,700	306,200
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>138,100</i>	<i>94,000</i>	<i>73,700</i>	<i>305,800</i>

Non-Cognizable Funds and Transfers

Commission on Hispanic Affairs

Reflects a Non-Cog adjustment in FY 2005 for the federal grant passed through the Department of Health and Welfare for Tobacco Prevention and Control.

Agency Request	0.00	0	(6,000)	81,100	75,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(6,000)</i>	<i>81,100</i>	<i>75,100</i>

FY 2005 Estimated Expenditures					
Agency Request	4.00	138,500	88,000	154,800	381,300
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>138,100</i>	<i>88,000</i>	<i>154,800</i>	<i>380,900</i>

Removal of One-Time Expenditures

Reflects the removal of one-time expenditures including the Prevention Specialist Funding (\$80,000) and the non-cog Health & Welfare grant (\$81,100).

Agency Request	(1.00)	(12,200)	(80,000)	(81,300)	(173,500)
<i>Governor's Recommendation</i>	<i>(1.00)</i>	<i>(12,200)</i>	<i>(80,000)</i>	<i>(81,300)</i>	<i>(173,500)</i>

Base Adjustments

Board of Examiners

Reflects the removal of all one-time expenditures for the Board of Examiners. There is no on-going base for the Board as the budget is contingent upon bills from Ada County Sheriff and Prosecutor.

Agency Request	0.00	(10,000)	0	0	(10,000)
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Restore risk management rescission to the base.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(9,600)</i>	<i>0</i>	<i>0</i>	<i>(9,600)</i>
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General Boards

Analyst: Milstead

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2006 Base					
Agency Request	3.00	116,300	8,000	73,500	197,800
<i>Governor's Recommendation</i>	3.00	116,300	8,000	73,500	197,800

Benefit Costs

Commission on Hispanic Affairs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	1,600	0	800	2,400
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	0.00	1,200	0	600	1,800
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Inflationary Adjustments

Commission on Hispanic Affairs

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	400	100	100	600
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	0.00	0	0	0	0
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Nonstandard Adjustments

Commission on Hispanic Affairs

These external adjustments reflect a change from the past several years. For over a decade, each budget year the Tobacco Prevention and Control federal grant (\$81,100) and the Substance Abuse Prevention Specialist (\$80,000 and 1.0 FTP via a transfer from the Department of Education) have been considered as one-time enhancements. In light of their long-running approval by the Legislature, last session it was discussed that these two be considered as on-going items in the Commission's budget. To that end, they now appear as external non-standard adjustments rather than enhancements. If approved, these adjustments will become part of the base budget for the Commission. Additionally, in the future if either the federal grant or the transfer from the Department of Education lapse or terminate, the Commission's budget will reflect that event with a corresponding base reduction.

Agency Request	1.00	(4,600)	80,000	81,100	156,500
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<i>Governor's Recommendation</i>	1.00	(4,600)	80,000	81,100	156,500
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Change in Employee Compensation

Commission on Hispanic Affairs

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	700	0	400	1,100
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<i>Governor's Recommendation</i>	0.00	700	0	400	1,100
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27th Payroll

Commission on Hispanic Affairs

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	2,900	0	1,600	4,500
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	0.00	2,900	0	1,600	4,500
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FY 2006 Total					
Agency Request	4.00	117,300	88,100	157,500	362,900
<i>Governor's Recommendation</i>	4.00	116,500	88,000	157,200	361,700

General Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	(9,000)	(5,900)	84,000	69,100
% Change from Original App	0.0%	(7.1%)	(6.3%)	114.3%	23.5%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	(9,800)	(6,000)	83,700	67,900
% Change from Original App	0.0%	(7.8%)	(6.4%)	113.9%	23.1%

State Lottery

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	10,470,700	9,668,700	10,845,900	10,947,600	10,833,500
Percent Change:		(7.7%)	12.2%	0.9%	(0.1%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,412,300	2,297,500	2,545,100	2,698,200	2,687,900
Operating Expenditures	7,996,000	7,264,200	7,983,700	8,122,000	8,018,200
Capital Outlay	62,400	107,000	317,100	127,400	127,400
Total:	10,470,700	9,668,700	10,845,900	10,947,600	10,833,500
Full-Time Positions (FTP)	47.00	47.00	48.00	48.00	48.00

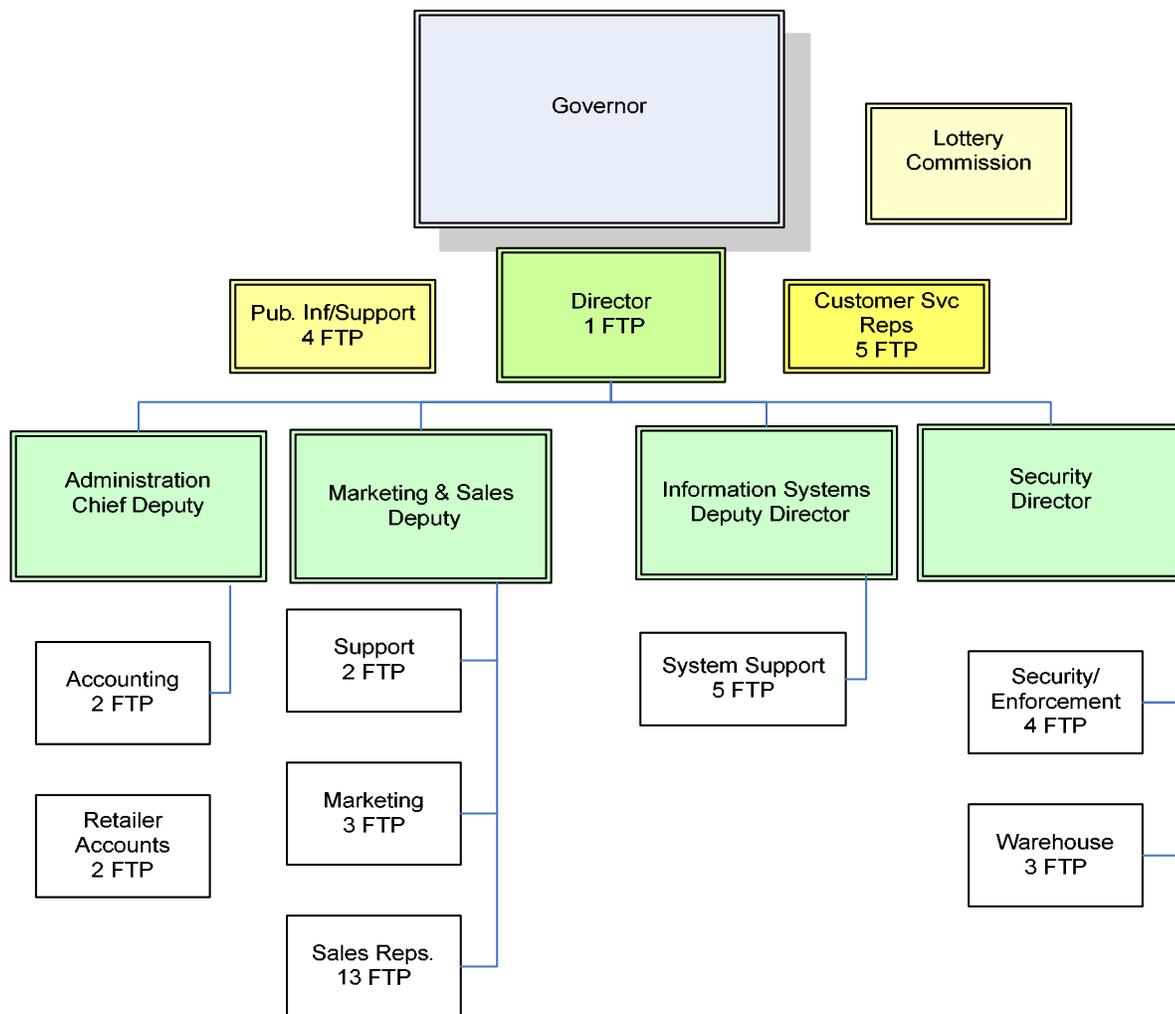
Division Description

In 1988, the Legislature authorized a vote by the electorate of Idaho for a constitutional amendment repealing the constitutional ban on lotteries. The constitutional amendment passed by 51%.

The mission of the Idaho Lottery is to maximize net income and the resulting annual dividend payments for Idaho public schools and buildings. Since its inception in 1989, the Lottery has produced more than \$275 million in dividends. The Idaho Lottery Commission is a five-member board appointed by the Governor and serves five-year terms. The Commission adopts rules for the agency, approves contracts and monitors all Lottery operations.

State Lottery Agency Profile

Analyst: Milstead



Sources/Uses of Funds

State Lottery Fund (419-00): Derived from the sale of lottery tickets (Idaho Code section 67-7428). The Fund is used to pay agency administrative expenses including personnel, operating and capital outlay. Also, expenditures include the following continuously-appropriated expenses: prizes, retailer commissions, and advertising and promotion costs. For example, in FY 2004, prize payments were \$64,733,231, retailer commissions were \$6,309,029 and advertising was \$2,994,992.

FY 2005 App.

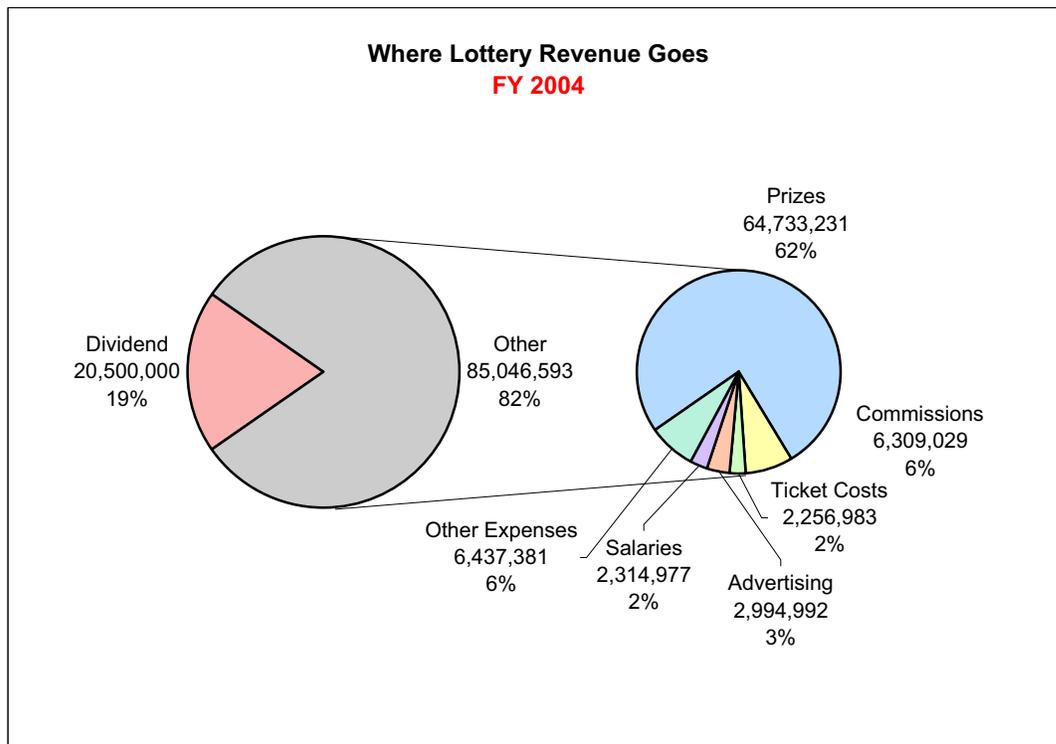
\$10,845,900

Statutory Requirements

Prize payout shall be no less than 45% of lottery revenues.

Administrative costs shall not exceed 15% of lottery revenue during any fiscal year.

Advertising & promotional costs shall not exceed 3.5% of lottery revenue during any fiscal year.



Selected Measures

	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est.
1 Increase annual dividend \$500,000	18 million	18.5 million	20.6 million	25 million
2 Retail locations selling on-line tickets	700	715	732	740
3 Scratch tckt vending machines	225	225	245	265
4 Retailers selling scratch tickets	1,002	1,002	1,012	1,015
5 Retailers selling pull-tab tickets	160	160	170	175

State Lottery

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	48.00	0	10,845,900	48.00	0	10,845,900
HB 805 One-time 1% Salary Increase	0.00	0	21,400	0.00	0	21,400
Governor's Rescission	0.00	0	0	0.00	0	(7,500)
FY 2005 Total Appropriation	48.00	0	10,867,300	48.00	0	10,859,800
Removal of One-Time Expenditures	0.00	0	(285,100)	0.00	0	(282,800)
Base Adjustments	0.00	0	0	0.00	0	5,200
FY 2006 Base	48.00	0	10,582,200	48.00	0	10,582,200
Benefit Costs	0.00	0	45,700	0.00	0	35,400
Inflationary Adjustments	0.00	0	103,800	0.00	0	0
Replacement Items	0.00	0	74,000	0.00	0	74,000
Nonstandard Adjustments	0.00	0	34,500	0.00	0	34,500
Change in Employee Compensation	0.00	0	21,500	0.00	0	21,500
27th Payroll	0.00	0	85,900	0.00	0	85,900
FY 2006 Total	48.00	0	10,947,600	48.00	0	10,833,500
Change from Original Appropriation	0.00	0	101,700	0.00	0	(12,400)
% Change from Original Appropriation			0.9%			(0.1%)

State Lottery

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	48.00	0	10,845,900	0	10,845,900
HB 805 One-time 1% Salary Increase					
Reflects one-time salary increase pursuant to HB 805.					
Agency Request	0.00	0	21,400	0	21,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>21,400</i>	<i>0</i>	<i>21,400</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(7,500)</i>	<i>0</i>	<i>(7,500)</i>
FY 2005 Total Appropriation					
Agency Request	48.00	0	10,867,300	0	10,867,300
<i>Governor's Recommendation</i>	<i>48.00</i>	<i>0</i>	<i>10,859,800</i>	<i>0</i>	<i>10,859,800</i>
Removal of One-Time Expenditures					
Reflects the removal of one-time salary increase and non-recurring capital outlay.					
Agency Request	0.00	0	(285,100)	0	(285,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(282,800)</i>	<i>0</i>	<i>(282,800)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,200</i>	<i>0</i>	<i>5,200</i>
FY 2006 Base					
Agency Request	48.00	0	10,582,200	0	10,582,200
<i>Governor's Recommendation</i>	<i>48.00</i>	<i>0</i>	<i>10,582,200</i>	<i>0</i>	<i>10,582,200</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	45,700	0	45,700
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>35,400</i>	<i>0</i>	<i>35,400</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	103,800	0	103,800
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

State Lottery

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes the following replacement items: 25 of 50 personal computers (\$1,000 each); five laptops (\$1,500 each); one router (\$3,000); two printers (\$8,000 each); and an Interactive Voice Response System for \$22,500. This computerized telephone system will be used to give players winning number information in an automated fashion.					
Agency Request	0.00	0	74,000	0	74,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>74,000</i>	<i>0</i>	<i>74,000</i>
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.					
Agency Request	0.00	0	34,500	0	34,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>34,500</i>	<i>0</i>	<i>34,500</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	21,500	0	21,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>21,500</i>	<i>0</i>	<i>21,500</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	85,900	0	85,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>85,900</i>	<i>0</i>	<i>85,900</i>
FY 2006 Total					
Agency Request	48.00	0	10,947,600	0	10,947,600
<i>Governor's Recommendation</i>	<i>48.00</i>	<i>0</i>	<i>10,833,500</i>	<i>0</i>	<i>10,833,500</i>
Agency Request					
Change from Original App	0.00	0	101,700	0	101,700
% Change from Original App	0.0%		0.9%		0.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>(12,400)</i>	<i>0</i>	<i>(12,400)</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>(0.1%)</i>		<i>(0.1%)</i>

Medical Boards

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Board of Dentistry	284,400	267,700	317,200	328,900	326,600
Board of Medicine	1,213,400	1,078,400	1,323,100	1,376,300	1,364,100
Board of Nursing	689,400	632,600	681,300	827,100	823,800
Board of Optometry	56,900	16,200	56,800	57,700	57,000
Board of Pharmacy	789,800	805,200	905,600	922,400	900,000
Board of Veterinary Medicine	169,100	161,400	174,800	188,500	185,400
Total:	3,203,000	2,961,500	3,458,800	3,700,900	3,656,900
BY FUND CATEGORY					
Dedicated	3,203,000	2,938,600	3,458,800	3,700,900	3,656,900
Federal	0	22,900	0	0	0
Total:	3,203,000	2,961,500	3,458,800	3,700,900	3,656,900
Percent Change:		(7.5%)	16.8%	7.0%	5.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,712,600	1,637,600	1,856,900	2,138,800	2,113,000
Operating Expenditures	1,458,100	1,263,700	1,543,400	1,467,800	1,449,600
Capital Outlay	32,300	60,200	58,500	94,300	94,300
Total:	3,203,000	2,961,500	3,458,800	3,700,900	3,656,900
Full-Time Positions (FTP)	35.00	35.00	36.25	39.75	39.50

Division Description

The Division of Medical Boards includes six boards that regulate various medically-related professions in Idaho. Brief descriptions of each board are as follows:

The Board of Dentistry ensures and maintains quality dental services for the citizens of Idaho by the licensure and regulation of dentists and dental hygienists. Revenues are generated from licensing, regulatory fees, photocopying and fines.

The Board of Medicine assures the public health, safety and welfare in the state by the licensure and regulation of physicians and other persons providing medical services in Idaho. Revenues are generated from licensing, registration, exam fees, printed materials, subscriptions, and rosters.

The Board of Nursing ensures the delivery of safe, quality nursing care to the citizens of Idaho through the regulation and oversight of the profession. Revenues are generated from licensing, exam fees, endorsement, and renewal and reinstatement fees.

The Board of Optometry regulates optometrists and promotes the profession of optometry in Idaho. Revenues are generated from licenses and permits, fees and fines.

The Board of Pharmacy protects public health through regulation of persons and establishments manufacturing, distributing, and dispensing drugs. The board also monitors the prescription and distribution of controlled substances. Revenues are generated from licensing, registrations, exam fees, fines, and practitioner lists.

The Board of Veterinary Medicine administers and enforces state laws regarding licensure of persons providing veterinary medical services and upholds the quality of those services in Idaho. Revenues are generated from licensing, exam fees, certifications, and fines.

Medical Boards Agency Profile

Analyst: Milstead

Performance Measures

	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
Board of Dentistry				
No. of licensed dentists	1,169	1,260	1,366	1,375
No. of licensed hygienists	960	1,044	1,140	1,180
Complaints filed	110	120	94	120
Investigations conducted	60	70	85	75
Disciplinary actions imposed	35	11	10	15
Formal administrative hrs.	2	4	6	4
Board of Medicine				
Licensed physicians (MD, DO)	3,873	3,966	3,829	4,000
Physician assts.	257	290	286	320
Licensed physical therapists/assts.	1,214	1,259	1,331	1,340
Licensed occupational thpsts./assts.	423	431	460	475
Complaints	173	161	170	180
License revoked/suspended	4	5	4	5
License restricted/lmtd.	12	16	8	15
Pre-lit hrs completed or settled	253	139	99	20
Board of Nursing				
Initial licenses issued	1,491	1,478	1,545	1,220
License renewals (2-yr cycle)	6,823	7,681	8,000	7,200
Complaints investigated	74	79	116	100
Nurses monitored	71	80	75	75
Education programs approved	12	16	23	23
Public education presentations	51	36	71	40
Board of Pharmacy				
Pharmacist license renewals	1,342	1,400	1,531	1,590
Pharmacy registrations	552	580	661	715
Registration of non-pharmacies	844	928	912	940
Pharmacy inspections	417	440	453	475
Non-pharmacy, wholesaler inspections	877	1,350	950	1,200
Controlled substance registrations	5,044	5,548	5,597	5,750
Complaints	86	85	100	140
Board of Veterinary Medicine				
License renewals to licensed vets	1,111	1,106	1,109	1,109
Expiration notices to non-renewing vets	60	47	41	41
Written complaints	66	78	70	70
Monitor stipulated cases	10	7	11	11

Medical Boards

Agency Profile

Analyst: Milstead

Revenues, Expenditures, and Free Fund Balances				
Board	FY 2003	FY 2004	FY 2005*	FY 2006*
Board of Dentistry				
Revenues	\$276,600	\$280,000	\$298,900	\$305,200
Expenditures	\$257,600	\$287,600	\$318,500	\$329,500
Free Fund Balance	\$262,200	\$274,600	\$255,000	\$230,700
Board of Medicine				
Revenues	\$1,116,300	\$1,142,900	\$1,159,500	\$1,188,200
Expenditures	\$1,107,000	\$1,078,500	\$1,328,000	\$1,379,200
Free Fund Balance	\$960,200	\$1,024,600	\$856,100	\$894,600
Board of Nursing				
Revenues	\$579,600	\$572,900	\$512,900	\$587,200
Expenditures	\$600,100	\$632,600	\$695,700	\$805,200
Free Fund Balance	\$492,900	\$484,700	\$301,900	\$83,900
Board of Optometry				
Revenues	\$24,000	\$16,800	\$24,000	\$24,000
Expenditures	\$32,900	\$16,300	\$56,800	\$57,500
Free Fund Balance	\$50,700	\$53,500	\$20,700	\$0
Board of Pharmacy				
Revenues	\$914,110	\$935,402	\$954,750	\$971,900
Expenditures	\$713,690	\$782,400	\$910,100	\$945,500
Free Fund Balance	\$1,247,520	\$1,400,502	\$1,445,150	\$1,471,600
Board of Veterinary Medicine				
Revenues	\$161,700	\$166,300	\$162,900	\$162,900
Expenditures	\$135,200	\$161,400	\$181,300	\$187,400
Free Fund Balance	\$141,800	\$146,700	\$128,300	\$103,800

* Figures are based on revenue projections for FY 2005 & FY 2006 and original agency budget request for FY 2006.

Medical Boards

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	36.25	0	3,458,800	36.25	0	3,458,800
HB 805 One-time 1% Salary Increase	0.00	0	14,100	0.00	0	14,100
1. Hearing Costs	0.00	0	5,800	0.00	0	3,700
Governor's Rescission	0.00	0	0	0.00	0	(1,800)
FY 2005 Total Appropriation	36.25	0	3,478,700	36.25	0	3,474,800
Non-Cognizable Funds and Transfers	0.00	0	74,400	0.00	0	74,400
FY 2005 Estimated Expenditures	36.25	0	3,553,100	36.25	0	3,549,200
Removal of One-Time Expenditures	0.00	0	(282,700)	0.00	0	(280,300)
Base Adjustments	0.00	0	0	0.00	0	1,500
FY 2006 Base	36.25	0	3,270,400	36.25	0	3,270,400
Personnel Cost Rollups	0.00	0	31,400	0.00	0	24,300
Inflationary Adjustments	0.00	0	14,200	0.00	0	0
Replacement Items	0.00	0	64,400	0.00	0	64,400
Nonstandard Adjustments	0.00	0	22,000	0.00	0	22,000
Change in Employee Compensation	0.00	0	15,900	0.00	0	15,900
27th Payroll	0.00	0	62,200	0.00	0	62,200
FY 2006 Program Maintenance	36.25	0	3,480,500	36.25	0	3,459,200
1. Medicine--Quality Assurance Spec.	1.00	0	65,500	1.00	0	65,500
2. Medicine--Board meetings	0.00	0	6,600	0.00	0	6,600
3. Medicine--Salary Adjustment	0.00	0	3,800	0.00	0	0
4. Nursing--H694	2.00	0	107,700	2.00	0	107,700
5. Pharmacy--Compliance Officer	0.25	0	9,100	0.25	0	5,100
6. Pharmacy--Office Specialist	0.25	0	6,900	0.00	0	0
7. Pharmacy--Perm. positions--Merit pool	0.00	0	6,000	0.00	0	0
8. Pharmacy--Group positions--Merit pool	0.00	0	300	0.00	0	0
9. Pharmacy--Laptops	0.00	0	12,800	0.00	0	12,800
10. Vet Med--Merit Increase	0.00	0	1,700	0.00	0	0
FY 2006 Total	39.75	0	3,700,900	39.50	0	3,656,900
Change from Original Appropriation	3.50	0	242,100	3.25	0	198,100
% Change from Original Appropriation			7.0%			5.7%

Medical Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	36.25	0	3,458,800	0	3,458,800
HB 805 One-time 1% Salary Increase					
Reflects one-time 1% salary increase authorized by HB 805.					
Agency Request	0.00	0	14,100	0	14,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>14,100</i>	<i>0</i>	<i>14,100</i>
1. Hearing Costs					
Board of Veterinary Medicine					
The Board of Veterinary Medicine requests \$5,800 in dedicated fund spending authority as a FY 2005 Supplemental appropriation. A particularly contentious hearing took place during FY 2004 and concluded in June 2004. Total costs for this hearing are estimated at approximately \$40,700. Of this amount \$27,425 was paid from the Board's FY2004 appropriation and the balance, about \$13,300 will come from the FY 2005 appropriation. When the balance of this hearing is added to anticipated "average" operating expenses for FY 2005, the Board projects a shortfall of approximately \$5,800 in spending authority. This Supplemental request will address the anticipated shortfall. [one-time]					
Agency Request	0.00	0	5,800	0	5,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>3,700</i>	<i>0</i>	<i>3,700</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(1,800)</i>	<i>0</i>	<i>(1,800)</i>
FY 2005 Total Appropriation					
Agency Request	36.25	0	3,478,700	0	3,478,700
<i>Governor's Recommendation</i>	<i>36.25</i>	<i>0</i>	<i>3,474,800</i>	<i>0</i>	<i>3,474,800</i>
Non-Cognizable Funds and Transfers					
Board of Pharmacy					
Reflects non-cognizable federal dollars for the Board of Pharmacy's automated prescription tracking program.					
Agency Request	0.00	0	0	74,400	74,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>74,400</i>	<i>74,400</i>
FY 2005 Estimated Expenditures					
Agency Request	36.25	0	3,478,700	74,400	3,553,100
<i>Governor's Recommendation</i>	<i>36.25</i>	<i>0</i>	<i>3,474,800</i>	<i>74,400</i>	<i>3,549,200</i>
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(208,300)	(74,400)	(282,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(205,900)</i>	<i>(74,400)</i>	<i>(280,300)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,500</i>	<i>0</i>	<i>1,500</i>
FY 2006 Base					
Agency Request	36.25	0	3,270,400	0	3,270,400
<i>Governor's Recommendation</i>	<i>36.25</i>	<i>0</i>	<i>3,270,400</i>	<i>0</i>	<i>3,270,400</i>

Medical Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Personnel Cost Rollups

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	0	31,400	0	31,400
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	0	24,300	0	24,300
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	0	14,200	0	14,200
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

Capital Outlay requests include the following:

Board of Dentistry: \$3,000 in spending authority to replace one office laptop (\$1,650); two printers (\$300 each); and one FAX machine (\$750).

Board of Medicine: \$21,700 in spending authority to replace the Board's 1989 Plymouth (\$18,000); one of twelve printers (\$600); two of 13 computer workstations (\$1,500 each). Request also includes \$100 in operating expenditures for MS user license.

Board of Nursing: \$5,700 in spending authority to replace one FAX machine (\$600) and three PCs (\$1,700 each).

Board of Pharmacy: \$30,000 in spending authority to replace one of the Board's seven vehicles. This reflects an upgrade from a sedan to an SUV.

Board of Veterinary Medicine: \$4,000 in spending authority to replace the Board's two personal computers.

Agency Request	0.00	0	64,400	0	64,400
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Governor's Recommendation	0.00	0	64,400	0	64,400
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.

Agency Request	0.00	0	22,000	0	22,000
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Governor's Recommendation	0.00	0	22,000	0	22,000
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	15,900	0	15,900
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	0	15,900	0	15,900
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Medical Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	0	62,200	0	62,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>62,200</i>	<i>0</i>	<i>62,200</i>

FY 2006 Program Maintenance

Agency Request	36.25	0	3,480,500	0	3,480,500
<i>Governor's Recommendation</i>	<i>36.25</i>	<i>0</i>	<i>3,459,200</i>	<i>0</i>	<i>3,459,200</i>

1. Medicine--Quality Assurance Spec.

Board of Medicine

The Board of Medicine requests 1.0 FTP (Quality Assurance Specialist) and \$65,500 in spending authority (\$58,100 on-going for salary/benefits and \$7,400 one-time for a workstation and computer equipment). If approved, this enhancement will give the Board three Quality Assurance Specialists who are charged with the investigation of complaints against the Board's licensees. Between 1999 and 2003 the Board has seen a 42% increase in the number of complaint cases opened, from 115 cases in 1999 to 161 cases in 2003. The Board notes that ideally a medical investigator or quality assurance specialist would handle an average of 30 cases annually. The Board states this enhancement is necessary to keep pace with this growing demand.

Agency Request	1.00	0	65,500	0	65,500
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>65,500</i>	<i>0</i>	<i>65,500</i>

2. Medicine--Board meetings

Board of Medicine

The Board of Medicine requests \$6,600 in spending authority to cover the costs of an increasing number of board and committee meetings held to address licensure and discipline issues of the Allied Health professions licensed by the Board of Medicine. There are six advisory committees/boards governing eight Allied Health professions. Due to an increase in the number of licensees, the advisory boards and committees are meeting more frequently than every six months to consider issues and make recommendations to the Board of Medicine regarding licensure and discipline. The members of the boards are compensated according to Idaho Code 59-509(h) which provides that board members receive \$50 per day worked and are reimbursed for actual and necessary expenses. Committee members are only reimbursed for expenses. The following Boards and Committees would be affected: Physical Therapy Advisory Committee, Dietetic Licensure Board, Occupational Therapy Licensure Board, Board of Athletic Trainers, Respiratory Therapy Licensure Board and the Physician Assistant Advisory Committee.

Agency Request	0.00	0	6,600	0	6,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>6,600</i>	<i>0</i>	<i>6,600</i>

3. Medicine--Salary Adjustment

Board of Medicine

The Board of Medicine requests \$3,800 in spending authority for salary increases for three reclassified staff positions. Following a desk audit and approval by the Division of Human Resources, three staff positions were reclassified between 2002 and 2003. No salary adjustment was made at the time of the reclassifications. The reclassifications have been made as part of an effort to restructure the operations of the Board of Medicine's office to meet a growing population of licensees as well as increasingly complex work. Recent changes in various Practice Acts and Administrative Rules and the implementation of a new database has impacted the operations at the Board. This includes the requirement that more detailed and complex information is reviewed by staff and when necessary, by the Board. Consequently, the agency is redistributing workload to best utilize staff. As part of this redistribution of work, staff is working more autonomously, utilizing technology and making more decisions independently. The Board is requesting this enhancement to reward three staff members whose positions have been upgraded in the past to reflect their increased responsibilities. [NOTE: The specific reclassifications included a Technical Records Specialist 1 reclassified to a Technical Records Specialist 2; a Financial Support Technician reclassified to a Financial Technician; and, an Administrative Assistant 1 reclassified to an Administrative Assistant 2].

Agency Request	0.00	0	3,800	0	3,800
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Medical Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
4. Nursing--H694					Board of Nursing
<p>The Board of Nursing requests 2.0 FTP and \$107,700 in spending authority to implement the provisions of HB 694 which requires criminal background checks (CBC) for all initial and reinstating licensees beginning July 1, 2005. The Board anticipates that beginning July 1, 2005, approximately 1,500 applicants will be submitting CBC data as part of their licensure applications. Based upon experiences reported by other states' boards of nursing, it is anticipated that due to the CBC requirement, the number of complaint investigations handled annually by the Board will increase by 50% for a total of approximately 150 investigations annually, some of which will result in disciplinary action. The legislation directs that applicants for nurse licensure must acquire fingerprints through local law enforcement agencies to be submitted directly to the FBI for processing and are then returned to the Board of Nursing. Processing of CBC data, matching to applications for licensure, investigation of violations and related disciplinary activities will be managed by staff at the Board of Nursing. The Board's enhancement request includes: 1.0 Investigator to investigate violations and initiate disciplinary process for 50 to 70 applicants annually; 1.0 Office Secretary 2, for clerical support and CBC data and disciplinary case processing for 1,500 applications annually (\$85,900 salary/benefits for the 2.0 FTP; \$12,000 for additional office space; \$9,800 for one-time capital outlay).</p>					
Agency Request	2.00	0	107,700	0	107,700
<i>Governor's Recommendation</i>	2.00	0	107,700	0	107,700
5. Pharmacy--Compliance Officer					Board of Pharmacy
<p>The Board requests \$9,100 in Personnel Cost spending authority to change a part-time compliance officer/inspector to full-time. The Board states that this FTP is required to travel for almost all inspections in the assigned area (North Idaho). The Board states that because of the extensive travel required in this region much of the investigator's time is spent en route. The extra 0.25 FTP requested would allow more time in the field per each trip taken.</p>					
Agency Request	0.25	0	9,100	0	9,100
<i>Governor's Recommendation</i>	0.25	0	5,100	0	5,100
6. Pharmacy--Office Specialist					Board of Pharmacy
<p>This enhancement provides the Board of Pharmacy with \$6,900 (salary and benefits) in Personnel Cost spending authority permitting the Board to change an Office Specialist from 3/4 time to full-time status. The Board states this change is necessary to provide adequate resources during renewal time and otherwise. The Board has added more than 500 licensees in the past year and the numbers will likely continue to increase.</p>					
Agency Request	0.25	0	6,900	0	6,900
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0
7. Pharmacy--Perm. positions--Merit pool					Board of Pharmacy
<p>The Board of Pharmacy requests \$6,000 in Personnel Cost spending authority for a 1% merit increase for permanent employees.</p>					
Agency Request	0.00	0	6,000	0	6,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0
8. Pharmacy--Group positions--Merit pool					Board of Pharmacy
<p>The Board of Pharmacy requests \$300 in Personnel Cost spending authority for a 1% merit increase for group positions.</p>					
Agency Request	0.00	0	300	0	300
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0

Medical Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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9. Pharmacy--Laptops

Board of Pharmacy

The Board of Pharmacy requests \$12,800 in spending authority to purchase four laptop computers. This will allow inspectors to enter their inspection reports into the Board's database during on-site inspections. There are three inspectors and one compliance officer for the state. These individuals inspect each of 2,205 facilities annually. Laptop computers would make the process faster by enabling inspectors to use automated features and reduce time to complete the 3-page inspection form. The new computers will also tie in with the Board's new licensing data base and provide up-to-date information as soon as inspections have been completed.

Agency Request	0.00	0	12,800	0	12,800
Governor's Recommendation	0.00	0	12,800	0	12,800

10. Vet Med--Merit Increase

Board of Veterinary Medicine

The Board of Veterinary Medicine requests \$1,700 in personnel cost spending authority as a merit increase for the Technical Records 1 position. The Board states that this request is warranted because the Technical Records 1 staff member will undertake additional responsibilities when the Management Assistant is out of the office. The Board states that the Technical Records staff member is being trained to take on additional responsibilities to more ably handle these additional responsibilities.

Agency Request	0.00	0	1,700	0	1,700
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

FY 2006 Total					
Agency Request	39.75	0	3,700,900	0	3,700,900
Governor's Recommendation	39.50	0	3,656,900	0	3,656,900

Agency Request

Change from Original App	3.50	0	242,100	0	242,100
% Change from Original App	9.7%		7.0%		7.0%

Governor's Recommendation

Change from Original App	3.25	0	198,100	0	198,100
% Change from Original App	9.0%		5.7%		5.7%

Regulatory Boards

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Athletic Commission	16,000	15,900	32,600	38,800	38,600
Board of Accountancy	444,200	353,300	458,900	467,000	464,600
Board of Engineers & Surveyors	405,700	380,000	422,000	439,700	436,600
Board of Professional Geologists	61,700	42,800	65,100	68,600	68,000
Bureau of Occupational Licenses	1,500,600	1,473,300	1,635,400	1,685,000	1,672,300
Certified Shorthand Reporters Bd	24,400	16,000	24,600	28,800	28,600
Outfitters & Guides Licensing Bd	472,600	437,100	487,400	508,900	505,300
Real Estate Commission	1,050,800	979,400	1,094,600	1,135,500	1,128,600
Total:	3,976,000	3,697,800	4,220,600	4,372,300	4,342,600
BY FUND CATEGORY					
Dedicated	3,976,000	3,697,800	4,220,600	4,372,300	4,342,600
Percent Change:		(7.0%)	14.1%	3.6%	2.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,236,100	2,096,800	2,370,600	2,516,100	2,505,800
Operating Expenditures	1,663,700	1,534,900	1,783,900	1,791,100	1,771,700
Capital Outlay	23,700	27,500	13,600	12,600	12,600
Trustee/Benefit	52,500	38,600	52,500	52,500	52,500
Total:	3,976,000	3,697,800	4,220,600	4,372,300	4,342,600
Full-Time Positions (FTP)	45.90	45.90	46.90	46.95	46.95

Division Description

The Division of Regulatory Boards include eight boards and commissions that regulate various professions in Idaho. Brief descriptions of each are as follows:

The Athletic Commission exists to promote safe and legal professional boxing, wrestling and related events in Idaho.

The Board of Accountancy ensures that standards are maintained for certified public accountants and licensed public accountants in Idaho.

The Board of Professional Engineers and Land Surveyors develops and maintains high qualification standards for professional engineers and land surveyors.

The Board of Professional Geologists sees that geological work in Idaho is conducted by qualified geologists acting in an appropriate and professional manner.

The Bureau of Occupational Licenses exists to provide, under contract, those administrative, investigative, and fiscal services necessary to enable various licensing boards to carry out their mandated responsibilities. (See page 5-95 for a listing of boards and commissions served by the Bureau of Occupational Licenses).

The Certified Shorthand Reporters Board regulates and promotes shorthand reporting services in Idaho.

The Outfitters and Guides Licensing Board regulates outfitter and guide services in Idaho.

The Real Estate Commission ensures ethical and legal real estate practices in Idaho. The commission develops and administers a coordinated education program to meet statutory requirements and to increase the skills and knowledge of those within the real estate profession.

Regulatory Boards Agency Profile

Analyst: Milstead

Performance Measures

	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
Board of Accountancy				
Original, renewal, reciprocal CPA licenses	2,360	2,457	2,584	2,600
LPA license renewals	43	41	40	40
Test and grade CPA exams	334	390	353	360
Monitor continuing ed reqmts	2,403	2,399	2,432	2,565
Engineers & Land Surveyors				
Act w/i statutory timeframe on complaints	100%	100%	100%	100%
Successfully issue/renew licenses	98%	98%	98%	98%
Presentation to various organizations	40	38	47	30
Professional Geologists				
Certificates issued	660	675	628	700
Exams administered	42	50	22	30
Gather testing info from other states	26 states	26 states	26 states	26 states
Occupational Licenses				
Board orientation w/in 30 days of appt.	100%	100%	100%	100%
Board requested info provided w/in 48 hrs	100%	100%	100%	100%
Maintains computerized complaints/status	100%	100%	100%	100%
Regular complint review/update	100%	100%	100%	100%
Update license database	100%	100%	100%	100%
Certified Shorthand Reporters				
Exams administered	40	40	19	35
Respond to complaints w/in 30 days	30 days	30 days	122 days	30 days
Verify test applicants meet statutory rqmts.	100%	100%	100%	100%
Outfitters & Guides				
Applications processed w/in 7 days	94%	96%	98%	98%
Incomplete applications resolved w/in 30 days	94%	95%	96%	97%
Complaint investigations initiated w/in 14 days	98%	98%	98%	98%
Real Estate Commission				
Distribute license laws and rules	4,000	10,000	10,000	10,000
Audits/inspections conducted	220	315	279	300
Offer business conduct/office operations class	8	7	11	12
Screen for previous disciplinary actions	710	1,300	1,343	1,100
Process fingerprints through ISP/FBI	990	1,100	1,736	1,050

Regulatory Boards Agency Profile

Analyst: Milstead

Free Fund Balances				
Board	FY 2003	FY 2004	FY 2005*	FY 2006*
Athletic Commission	\$6,700	\$2,900	(\$13,800)	(\$11,100)
Board of Accountancy	\$444,500	\$485,700	\$425,000	\$388,700
Bd of Prof. Engineers & Surveyors	\$399,100	\$462,200	\$503,300	\$536,200
Real Estate Commission	\$1,443,100	\$1,704,800	\$1,714,900	\$1,637,600
Board of Professional Geologists	\$52,400	\$52,900	\$53,400	\$54,900
Board of Cert. Shorthand Reporters	\$18,700	\$19,300	\$20,000	\$22,000
Outfitters & Guides Licensing Board	\$162,094	\$171,954	\$159,344	\$120,654

* Figures are based on revenue projections for FY 2005 & FY 2006 and original budget request for FY 2006.

Free Fund Balances				
Board Programs Administered by Bureau of Occupational Licenses				
Board	FY 2003	FY 2004	FY 2005*	FY 2006*
Acupuncturists	\$44,200	\$ 49,100	\$52,600	\$55,700
Architects	\$212,900	\$ 200,300	\$184,000	\$166,400
Athletic Agents	(\$4,400)	\$ (7,600)	(\$11,200)	(\$14,800)
Barbers	\$108,100	\$ 111,600	\$113,400	\$115,000
Chiropractors	\$67,400	\$ 78,600	\$88,400	\$98,000
Cosmetologists	\$423,800	\$ 566,500	\$678,700	\$782,700
Counselors	\$114,900	\$ 85,300	\$49,900	\$12,600
Denturists	\$8,600	\$ (2,100)	(\$14,100)	(\$26,500)
Hearing Aid Dealers & Fitters	(\$9,600)	\$ 3,700	(\$9,100)	(\$22,400)
Landscape Architects	\$14,400	\$ 66,200	\$80,300	\$94,000
Morticians	\$50,300	\$ 33,300	\$46,600	\$59,900
Nursing Home Administrators	\$18,900	\$ 1,900	(\$14,200)	(\$30,900)
Optometrists	\$18,600	\$ 8,800	(\$300)	(\$9,900)
Podiatrists	\$17,200	\$ 5,000	(\$25,500)	(\$57,500)
Psychologists	\$31,900	\$ 31,800	\$15,500	(\$1,600)
Real Estate Appraisers	\$108,600	\$ 61,300	\$4,600	(\$55,500)
Residential Care Administrators	\$46,100	\$ 69,200	\$59,900	\$49,000
Social Workers	\$73,500	\$ 82,800	\$164,600	\$247,500

* Figures are based on revenue projections for FY 2004 & FY 2005.

Regulatory Boards

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	46.90	0	4,220,600	46.90	0	4,220,600
HB 805 One-time 1% Salary Increase	0.00	0	17,400	0.00	0	17,400
1. LAN connections	0.00	0	6,500	0.00	0	6,500
Governor's Rescission	0.00	0	0	0.00	0	(2,800)
FY 2005 Total Appropriation	46.90	0	4,244,500	46.90	0	4,241,700
Removal of One-Time Expenditures	0.00	0	(58,900)	0.00	0	(58,200)
Base Adjustments	0.00	0	0	0.00	0	2,100
FY 2006 Base	46.90	0	4,185,600	46.90	0	4,185,600
Benefit Costs	0.00	0	45,700	0.00	0	35,400
Inflationary Adjustments	0.00	0	19,400	0.00	0	0
Replacement Items	0.00	0	16,000	0.00	0	16,000
Nonstandard Adjustments	0.00	0	5,800	0.00	0	5,800
Change in Employee Compensation	0.00	0	18,800	0.00	0	18,800
27th Payroll	0.00	0	79,100	0.00	0	79,100
FY 2006 Program Maintenance	46.90	0	4,370,400	46.90	0	4,340,700
1. System Compatibility	0.05	0	1,900	0.05	0	1,900
FY 2006 Total	46.95	0	4,372,300	46.95	0	4,342,600
Change from Original Appropriation	0.05	0	151,700	0.05	0	122,000
% Change from Original Appropriation			3.6%			2.9%

Regulatory Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	46.90	0	4,220,600	0	4,220,600
HB 805 One-time 1% Salary Increase					
Reflects the one-time salary adjustment authorized by HB 805.					
Agency Request	0.00	0	17,400	0	17,400
Governor's Recommendation	0.00	0	17,400	0	17,400
1. LAN connections					
Outfitters and Guides Licensing Board					
The Outfitters and Guides Licensing Board requests \$6,500 in spending authority as a FY2005 Supplemental appropriation. The Board's LAN connections and internet access historically have been provided free of charge by the Idaho Department of Water Resources which has been housed in a building adjacent to the Board. However, the IDWR moved to a new location in September and can no longer provide this service. The Department of Administration has informed the Board that costs for these services will include a one-time purchase of a router (\$3,500) and an on-going monthly service fee of \$250. The Board will house the server for both itself and the Dairy Products Commission. The Commission will reimburse the Board for half the costs of the router purchase and the monthly fee.					
Agency Request	0.00	0	6,500	0	6,500
Governor's Recommendation	0.00	0	6,500	0	6,500
Governor's Rescission					
Agency Request	0.00	0	0	0	0
The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.					
Governor's Recommendation	0.00	0	(2,800)	0	(2,800)
FY 2005 Total Appropriation					
Agency Request	46.90	0	4,244,500	0	4,244,500
Governor's Recommendation	46.90	0	4,241,700	0	4,241,700
Removal of One-Time Expenditures					
Reflects the removal of funding provided for one-time items including the one-time 1% salary adjustment (HB 805).					
Agency Request	0.00	0	(58,900)	0	(58,900)
Governor's Recommendation	0.00	0	(58,200)	0	(58,200)
Base Adjustments					
Agency Request	0.00	0	0	0	0
Restore risk management rescission to the base.					
Governor's Recommendation	0.00	0	2,100	0	2,100
FY 2006 Base					
Agency Request	46.90	0	4,185,600	0	4,185,600
Governor's Recommendation	46.90	0	4,185,600	0	4,185,600

Regulatory Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	0	45,700	0	45,700
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	0	35,400	0	35,400
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	0	19,400	0	19,400
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

Replacement items include the following:

Board of Professional Engineers and Land Surveyors: \$3,000 in spending authority to replace a personal computer (\$1,500) and one printer (\$1,500).

Certified Shorthand Reporters Board: \$900 in spending authority for a new 5-drawer file to replace a file cabinet purchased in 1978.

Real Estate: reflects use of the state contract for leasing IT equipment (14 personal computers for \$8,400--on-going expense). Also includes \$1,200 to replace a conference table and \$2,500 to replace a scanner (one-time expenses).

Agency Request	0.00	0	16,000	0	16,000
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Governor's Recommendation	0.00	0	16,000	0	16,000
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General (reduction of \$19,500), State Controller (increase of \$9,300) and State Treasurer services (reduction of \$1,900). Also included are changes in property and casualty insurance premiums (reduction of \$600).

Also, includes the following additional adjustments:

Outfitters and Guides Licensing Board: \$1,500 in spending authority for office space lease. The Board's multiple year lease expired June 30, 2004. The Board currently pays \$7.62 per sq/ft. for office space.

Real Estate Commission: an adjustment of \$12,000 in spending authority for the Real Estate Commission related to an increase in volume in the use of on-line transactions.

Professional Engineers and Land Surveyors: an adjustment of \$5,000 which reflects a telephone system for the Board's new location. The Board's current lease will expire at the end of June and the Board will need spending authority for a new phone system for their new location.

Agency Request	0.00	0	5,800	0	5,800
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Governor's Recommendation	0.00	0	5,800	0	5,800
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Regulatory Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	18,800	0	18,800
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	0	18,800	0	18,800

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	0	79,100	0	79,100
Governor's Recommendation	0.00	0	79,100	0	79,100

FY 2006 Program Maintenance					
Agency Request	46.90	0	4,370,400	0	4,370,400
Governor's Recommendation	46.90	0	4,340,700	0	4,340,700

1. System Compatibility

Certified Shorthand Reporters Board

This request will provide a slight increase in FTP (0.05) to bring the agency's FTP split in compliance with State Controller standards. This increase will enable the agency to use the statewide personnel system and reporting functions.

Agency Request	0.05	0	1,900	0	1,900
Governor's Recommendation	0.05	0	1,900	0	1,900

FY 2006 Total					
Agency Request	46.95	0	4,372,300	0	4,372,300
Governor's Recommendation	46.95	0	4,342,600	0	4,342,600

Agency Request

Change from Original App	0.05	0	151,700	0	151,700
% Change from Original App	0.1%		3.6%		3.6%

Governor's Recommendation

Change from Original App	0.05	0	122,000	0	122,000
% Change from Original App	0.1%		2.9%		2.9%

State Appellate Public Defender

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	1,228,800	1,196,100	1,262,900	2,673,000	2,665,000
Percent Change:		(2.7%)	5.6%	111.7%	111.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	983,000	939,400	1,018,200	1,477,400	1,474,100
Operating Expenditures	245,800	246,500	244,700	1,154,900	1,150,200
Capital Outlay	0	10,200	0	40,700	40,700
Total:	1,228,800	1,196,100	1,262,900	2,673,000	2,665,000
Full-Time Positions (FTP)	15.00	15.00	15.00	21.00	21.00

Division Description

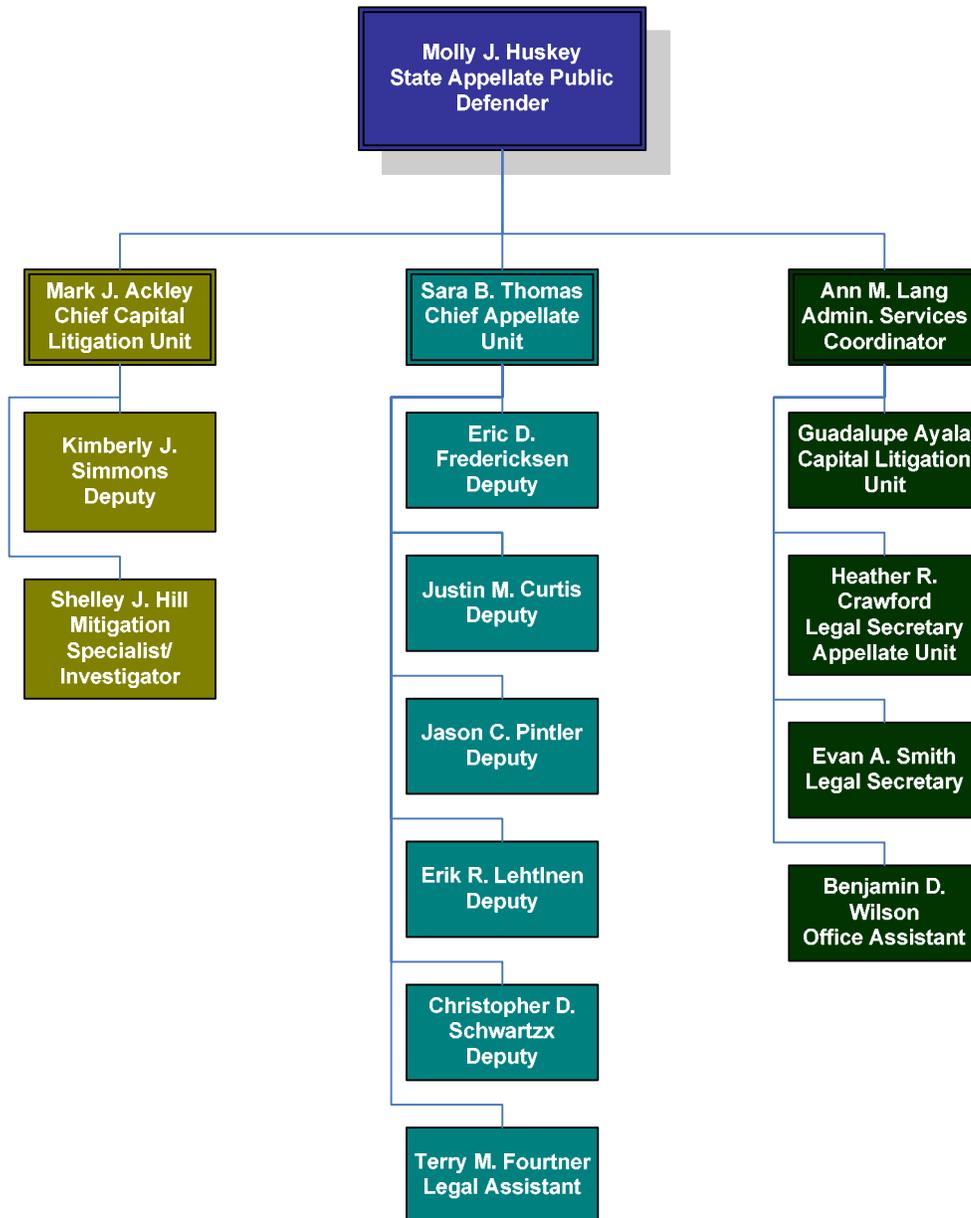
The Office of the State Appellate Public Defender was created in 1998 by House Bill 840 during the Fifty-Fourth Idaho Legislature. The intent of the legislation was to create a Capital Crimes Defense Fund to help defray the cost of capital litigation at the trial level for Idaho counties. Additionally, the intent of the legislation was to create the Office of the State Appellate Public Defender to reduce the cost of legal representation of indigent defendants upon the appeal of their criminal convictions, particularly for first-degree murder, which had been an expensive and unpredictable burden on the counties. In addition, there had developed the perception that because of the different degree with which some counties could respond financially to this demand, it was possible that justice could be pursued unevenly throughout the state. The services of the State Appellate Public Defender are only available to those counties who participate in the Capital Crimes Defense Fund. The State Appellate Public Defender provides services in the following areas:

- 1) Appeals from convictions in district court.
- 2) Appeals from the district court in post-conviction relief proceedings brought pursuant to the uniform post-conviction procedure act.
- 3) Appeals from the district court in habeas corpus proceedings.
- 4) Post-conviction relief proceedings in capital cases.

State Appellate Public Defender Agency Profile

Analyst: Burns

Organizational Chart



State Appellate Public Defender

Agency Profile

Analyst: Burns

Sources of Funds

	<u>FY 2004 Actual</u>	<u>Percent of Total</u>	<u>FY 2005 Estimate</u>	<u>FY 2006 Request</u>
1. General Fund (0001-00)	13,078,100	100%	16,115,100	18,352,600

The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund." The fund sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

Selected Measures

	<u>FY 2003</u>	<u>FY 2004</u>
1. Appellate Unit		
Total number of cases	535	628
Average Caseload	70	103
Highest Caseload	74	122
Lowest Caseload	58	90
National Standard Caseload	20 - 25	20 - 25
Percentage Above National Standards	280%	412%
2. Capital Litigation Unit		
Total number of cases	6	6
Average Caseload	3	3
Percentage Above National Standards	100%	100%

State Appellate Public Defender

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	15.00	1,262,900	1,262,900	15.00	1,262,900	1,262,900
HB 805 One-time 1% Salary Increase	0.00	8,700	8,700	0.00	8,700	8,700
1. Mitigation & Investigation	0.00	833,700	833,700	0.00	833,700	833,700
Governor's Rescission	0.00	0	0	0.00	(2,000)	(2,000)
FY 2005 Total Appropriation	15.00	2,105,300	2,105,300	15.00	2,103,300	2,103,300
Removal of One-Time Expenditures	0.00	(8,700)	(8,700)	0.00	(7,400)	(7,400)
Base Adjustments	0.00	0	0	0.00	700	700
FY 2006 Base	15.00	2,096,600	2,096,600	15.00	2,096,600	2,096,600
Benefit Costs	0.00	14,400	14,400	0.00	11,100	11,100
Inflationary Adjustments	0.00	3,900	3,900	0.00	0	0
Nonstandard Adjustments	0.00	700	700	0.00	(100)	(100)
Change in Employee Compensation	0.00	9,300	9,300	0.00	9,300	9,300
27th Payroll	0.00	35,400	35,400	0.00	35,400	35,400
FY 2006 Program Maintenance	15.00	2,160,300	2,160,300	15.00	2,152,300	2,152,300
1. Appellate Unit	3.00	267,800	267,800	3.00	267,800	267,800
2. Capital Litigation Unit	3.00	244,900	244,900	3.00	244,900	244,900
FY 2006 Total	21.00	2,673,000	2,673,000	21.00	2,665,000	2,665,000
Change from Original Appropriation	6.00	1,410,100	1,410,100	6.00	1,402,100	1,402,100
% Change from Original Appropriation		111.7%	111.7%		111.0%	111.0%

State Appellate Public Defender

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	15.00	1,262,900	0	0	1,262,900
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	8,700	0	0	8,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,700</i>	<i>0</i>	<i>0</i>	<i>8,700</i>
1. Mitigation & Investigation					
Additional funding is requested for mitigation and investigation in the post conviction phase of current capital cases. It will cover such expenses as expert consultation, expert affidavits, and expert travel and testimony. It will also cover medical and psychological testing for clients, as well as, travel expenses for staff to attend hearings, interview witnesses, and consult with experts. The population that is served by this request are the inmates who are incarcerated under a sentence of death and to whom the State Appellate Public Defender has been appointed by the court to represent.					
Agency Request	0.00	833,700	0	0	833,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>833,700</i>	<i>0</i>	<i>0</i>	<i>833,700</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(2,000)</i>	<i>0</i>	<i>0</i>	<i>(2,000)</i>
FY 2005 Total Appropriation					
Agency Request	15.00	2,105,300	0	0	2,105,300
<i>Governor's Recommendation</i>	<i>15.00</i>	<i>2,103,300</i>	<i>0</i>	<i>0</i>	<i>2,103,300</i>
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(8,700)	0	0	(8,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(7,400)</i>	<i>0</i>	<i>0</i>	<i>(7,400)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>700</i>	<i>0</i>	<i>0</i>	<i>700</i>
FY 2006 Base					
Agency Request	15.00	2,096,600	0	0	2,096,600
<i>Governor's Recommendation</i>	<i>15.00</i>	<i>2,096,600</i>	<i>0</i>	<i>0</i>	<i>2,096,600</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	14,400	0	0	14,400
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>11,100</i>	<i>0</i>	<i>0</i>	<i>11,100</i>

State Appellate Public Defender

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	3,900	0	0	3,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are reduced by \$100, and the cost of leased office space is increased by \$800.					
Agency Request	0.00	700	0	0	700
<i>The Governor does not recommend additional funding to offset an office space rent increase.</i>					
Governor's Recommendation	0.00	(100)	0	0	(100)

Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	9,300	0	0	9,300
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	9,300	0	0	9,300

27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	35,400	0	0	35,400
Governor's Recommendation	0.00	35,400	0	0	35,400

FY 2006 Program Maintenance					
Agency Request	15.00	2,160,300	0	0	2,160,300
Governor's Recommendation	15.00	2,152,300	0	0	2,152,300

1. Appellate Unit

National standards set the appellate attorney caseload at twenty-five cases per year or twenty-two workload units per year. The appellate unit staff attorneys carry about sixty cases each. By either measure, the attorneys carry more than twice the national standard recommendation. Funding is requested to add three full-time attorneys. Of the amount requested, \$187,300 is for personnel costs, \$53,900 for operating expenses, and \$26,600 for capital outlay. [\$236,700 Ongoing and \$31,100 One-time]

Agency Request	3.00	267,800	0	0	267,800
Governor's Recommendation	3.00	267,800	0	0	267,800

2. Capital Litigation Unit

The State Appellate Public Defender is requesting three full-time staff to work in the Capital Litigation Unit due to rising caseload demands. The national standard for caseload in death penalty cases is three clients at any given time. In Idaho, that figure is closer to eight. Of the amount requested, \$212,800 is for personnel costs, \$18,000 for operating expenses, and \$14,100 for capital outlay. Personnel costs include \$70,000 for one senior attorney, \$47,500 for one staff attorney, \$44,000 for one investigator, and \$51,300 for associated benefit costs. [\$223,300 Ongoing and \$21,600 One-time]

Agency Request	3.00	244,900	0	0	244,900
Governor's Recommendation	3.00	244,900	0	0	244,900

State Appellate Public Defender

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	21.00	2,673,000	0	0	2,673,000
<i>Governor's Recommendation</i>	21.00	2,665,000	0	0	2,665,000
Agency Request					
Change from Original App	6.00	1,410,100	0	0	1,410,100
% Change from Original App	40.0%	111.7%			111.7%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	6.00	1,402,100	0	0	1,402,100
<i>% Change from Original App</i>	40.0%	111.0%			111.0%

Division of Veterans Services

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	2,085,000	2,084,900	2,054,700	2,117,200	2,112,900
Dedicated	9,733,200	9,340,400	10,357,600	11,401,800	11,300,900
Federal	4,964,600	10,315,300	4,900,300	5,262,500	5,217,000
Total:	16,782,800	21,740,600	17,312,600	18,781,500	18,630,800
Percent Change:		29.5%	(20.4%)	8.5%	7.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	11,766,300	0	0	(53,600)
Operating Expenditures	0	9,528,200	0	107,300	108,400
Capital Outlay	0	415,000	0	0	0
Trustee/Benefit	0	31,100	0	0	0
Lump Sum	16,782,800	0	17,312,600	18,674,200	18,576,000
Total:	16,782,800	21,740,600	17,312,600	18,781,500	18,630,800
Full-Time Positions (FTP)	305.32	305.32	305.32	306.32	306.32

Division Description

The Division of Veteran's Services has the responsibility to provide care and extend financial assistance to disabled and destitute Idaho wartime veterans and their dependents. Services include: managing and operating the Veteran's Homes that include 268 nursing care and 36 residential care and domiciliary beds; maintaining a Veteran's Service Office to assist veterans and their families in obtaining federal benefits to which they are entitled (this office is located at 805 W. Franklin Street, Boise, in space furnished by the Veteran's Administration); and extending emergency financial assistance to disabled or destitute veterans and their families.

The Idaho State Veterans Cemetery has the mission to inter eligible veterans and their dependents, to appropriately mark and record gravesites, and to maintain the cemetery as a place of honor for veterans as well as a place of remembrance and reflection for the citizens of Idaho.

The Division of Veteran's Services was transferred from the Department of Health and Welfare to the Department of Self-Governing Agencies in fiscal year 2001.

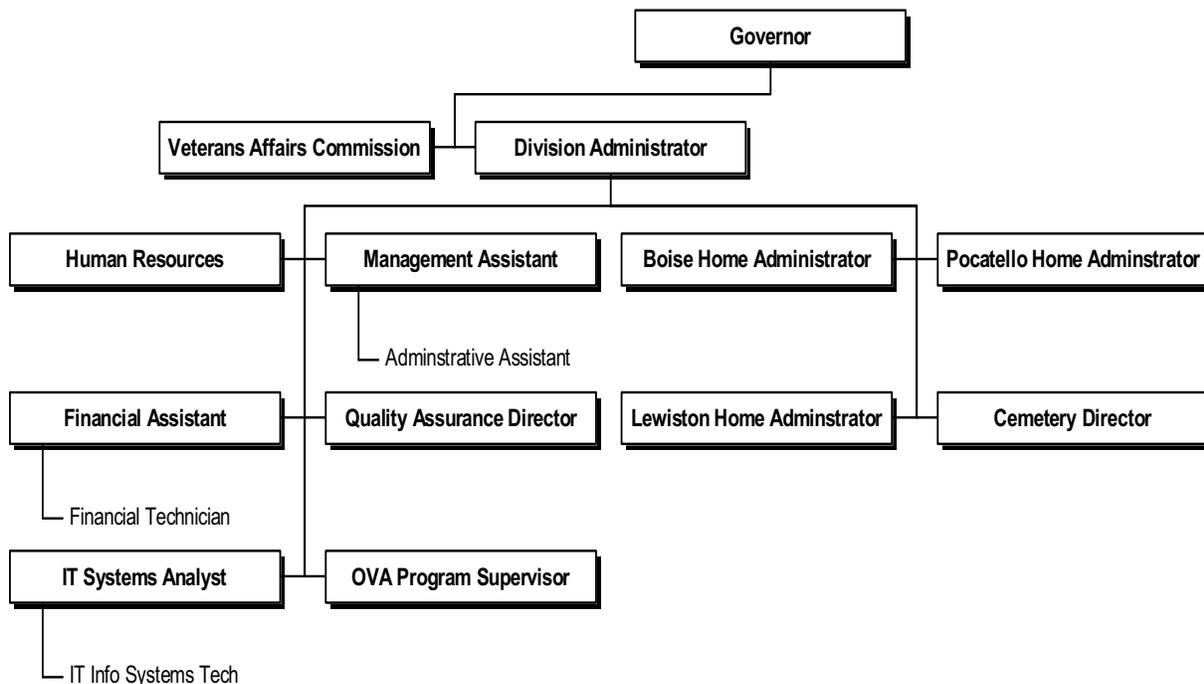
Division of Veterans Services Agency Profile

Analyst: Holland-Smith

Strategic Planning Act Performance Measures

Selected Measures	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
1. % of veterans & dependents receiving compensation, pension, & widow's benefits.	32%	12.2%	13.5%	14.5%
2. % of residents returning surveys indicating satisfaction with services	99%	89.0%	90.0%	91.0%
3. % of families returning surveys indicating satisfaction with services	99%	93.0%	94.0%	95.0%
4. Number of new volunteers	400	363	414	420
5. Number of annual volunteer hours	62,169	84,339	62,150	62,200
6. Number of hours of temporary staff	3,862	5,494	5,000	4,500
7. % of occupied beds in facilities	89%	91%	91%	91%

Organizational Chart



Division of Veterans Services

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	305.32	2,054,700	17,312,600	305.32	2,054,700	17,312,600
HB 805 One-time 1% Salary Increase	0.00	17,100	105,500	0.00	17,100	105,500
1. Medical Supplies & Equipment	0.00	0	200,000	0.00	0	200,000
Governor's Rescission	0.00	0	0	0.00	(5,300)	(23,700)
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	305.32	2,071,800	17,618,100	305.32	2,066,500	17,594,400
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	305.32	2,071,800	17,618,100	305.32	2,066,500	17,594,400
Removal of One-Time Expenditures	0.00	(17,100)	(261,700)	0.00	(13,500)	(239,700)
Base Adjustments	0.00	0	0	0.00	1,700	1,700
FY 2006 Base	305.32	2,054,700	17,356,400	305.32	2,054,700	17,356,400
Benefit Costs	0.00	13,200	435,900	0.00	10,200	337,400
Inflationary Adjustments	0.00	1,500	63,200	0.00	200	11,000
Replacement Items	0.00	0	220,500	0.00	0	220,500
Nonstandard Adjustments	0.00	(42,700)	(42,700)	0.00	(42,700)	(42,700)
Change in Employee Compensation	0.00	17,400	111,000	0.00	17,400	111,000
27th Payroll	0.00	73,100	417,300	0.00	73,100	417,300
FY 2006 Program Maintenance	305.32	2,117,200	18,561,600	305.32	2,112,900	18,410,900
1. Veterans Service Officer	1.00	0	63,400	1.00	0	63,400
2. Software Licenses & Maintenance	0.00	0	65,300	0.00	0	65,300
3. Transport ID's Wheelchair Confined Vets	0.00	0	30,000	0.00	0	30,000
4. New Therapy & Mobility Equipment	0.00	0	8,200	0.00	0	8,200
5. Medicare Pilot Project	0.00	0	37,000	0.00	0	37,000
6. Circle of Life Room	0.00	0	16,000	0.00	0	16,000
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	306.32	2,117,200	18,781,500	306.32	2,112,900	18,630,800
Change from Original Appropriation	1.00	62,500	1,468,900	1.00	58,200	1,318,200
% Change from Original Appropriation		3.0%	8.5%		2.8%	7.6%

Division of Veterans Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	305.32	2,054,700	10,357,600	4,900,300	17,312,600
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	17,100	49,400	39,000	105,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>17,100</i>	<i>49,400</i>	<i>39,000</i>	<i>105,500</i>
1. Medical Supplies & Equipment					
The agency is requesting spending authority to purchase an additional \$150,000 of medical and lab supplies and \$50,000 one-time for medical and lab equipment.					
Agency Request	0.00	0	200,000	0	200,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>200,000</i>	<i>0</i>	<i>200,000</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(5,300)</i>	<i>(10,300)</i>	<i>(8,100)</i>	<i>(23,700)</i>
Other Approp Adjustments					
Agency Request	0.00	0	0	0	0
<i>Lump sum appropriation distribution of supplementals that nets to zero.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Total Appropriation					
Agency Request	305.32	2,071,800	10,607,000	4,939,300	17,618,100
<i>Governor's Recommendation</i>	<i>305.32</i>	<i>2,066,500</i>	<i>10,596,700</i>	<i>4,931,200</i>	<i>17,594,400</i>
Non-Cognizable Funds and Transfers					
Lump sum appropriation distribution that nets to zero.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	305.32	2,071,800	10,607,000	4,939,300	17,618,100
<i>Governor's Recommendation</i>	<i>305.32</i>	<i>2,066,500</i>	<i>10,596,700</i>	<i>4,931,200</i>	<i>17,594,400</i>
Removal of One-Time Expenditures					
Removes capital outlay and one-time salary increase.					
Agency Request	0.00	(17,100)	(205,600)	(39,000)	(261,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(13,500)</i>	<i>(195,300)</i>	<i>(30,900)</i>	<i>(239,700)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,700</i>	<i>0</i>	<i>0</i>	<i>1,700</i>
FY 2006 Base					
Agency Request	305.32	2,054,700	10,401,400	4,900,300	17,356,400
<i>Governor's Recommendation</i>	<i>305.32</i>	<i>2,054,700</i>	<i>10,401,400</i>	<i>4,900,300</i>	<i>17,356,400</i>

Division of Veterans Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	13,200	237,100	185,600	435,900
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	10,200	183,500	143,700	337,400
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments of \$52,200 and a medical inflationary increase of 3.0% in operating expenditures of \$11,000.					
Agency Request	0.00	1,500	57,300	4,400	63,200
<i>The Governor recommends no increase for general inflation while a 3.0% increase for medical inflation is recommended.</i>					
Governor's Recommendation	0.00	200	10,000	800	11,000
Replacement Items					
Replacement items include \$80,000 for two wheel chair equipped vans, \$36,000 for a passenger car and van, \$12,000 for two commercial clothes washers, \$10,500 for wheelchairs and hospital beds, \$3,000 for dining room tables, and \$79,000 for computer equipment.					
Agency Request	0.00	0	220,500	0	220,500
Governor's Recommendation	0.00	0	220,500	0	220,500
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums paid to the Department of Administration.					
Agency Request	0.00	(42,700)	0	0	(42,700)
Governor's Recommendation	0.00	(42,700)	0	0	(42,700)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	17,400	55,600	38,000	111,000
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	17,400	55,600	38,000	111,000
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	73,100	210,000	134,200	417,300
Governor's Recommendation	0.00	73,100	210,000	134,200	417,300
FY 2006 Program Maintenance					
Agency Request	305.32	2,117,200	11,181,900	5,262,500	18,561,600
Governor's Recommendation	305.32	2,112,900	11,081,000	5,217,000	18,410,900

Division of Veterans Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Veterans Service Officer					
A second service officer position is requested in the Lewiston office due to the increased workload. At the time of budget submission the agency had 11,858 active files in the Office of Veterans Advocacy. 3,129 of these files are located in the Lewiston Service officer's area of responsibility; which includes nine counties and the Idaho State Veterans Home in Lewiston. This request is for \$51,500 in personnel costs, \$5,000 in operating, and \$6,900 one-time capital outlay.					
Agency Request	1.00	0	63,400	0	63,400
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>63,400</i>	<i>0</i>	<i>63,400</i>
2. Software Licenses & Maintenance					
Costs have increased to support newly acquired software programs purchased in order to be in compliance with the Health Insurance Portability and Accountability Act (HIPPA), and increased costs on current service agreements. This request is to purchase a managed switch, MS server licenses, cables and laser color printer to provide the quality of computer support needed for the Division's day-to-day operations.					
Agency Request	0.00	0	65,300	0	65,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>65,300</i>	<i>0</i>	<i>65,300</i>
3. Transport ID's Wheelchair Confined Vets					
Provide vouchers for transportation to and from medical appointments for wheelchair-confined veterans. The number of disabled veterans with no financial means to buy transportation services to access their medical care continues to increase along with the veteran population in Idaho.					
Agency Request	0.00	0	30,000	0	30,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>30,000</i>	<i>0</i>	<i>30,000</i>
4. New Therapy & Mobility Equipment					
This request is to buy a new high/low fold-down mat therapy table and two reclining wheelchairs. The fold down mat will be used for physical and occupational therapy. The reclining wheelchairs will provide more support and provide residents with greater mobility and fewer skin ulcers.					
Agency Request	0.00	0	8,200	0	8,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>8,200</i>	<i>0</i>	<i>8,200</i>
5. Medicare Pilot Project					
This request is for funding to pursue Medicare certification on a pilot basis at the Idaho State Veterans Home in Boise. The agency anticipates that occupancy could be positively impacted and serve veterans who are eligible for Medicare and need skilled nursing care (on a short-term basis) but go to other private sector nursing facilities to receive that care. The operating expense of \$33,000 funding would be for training services, training supplies, employee development, and for consulting services. The capital outlay of \$4,000 is for a pharmacy hood for mixing pharmaceutical compounds and intravenous infusion pumps.					
Agency Request	0.00	0	37,000	0	37,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>37,000</i>	<i>0</i>	<i>37,000</i>
6. Circle of Life Room					
This request is for funding to build a "Circle of Life" room to be used for residents who are at the end of their lives. The room will allow closer personal care by staff, privacy for the veteran, and provide an environment that will support grieving family members. The funding is for building improvements and hospital room furniture and equipment.					
Agency Request	0.00	0	16,000	0	16,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>16,000</i>	<i>0</i>	<i>16,000</i>

Division of Veterans Services

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Lump Sum or Other Adjustments					
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code.					
Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Total					
Agency Request	306.32	2,117,200	11,401,800	5,262,500	18,781,500
<i>Governor's Recommendation</i>	<i>306.32</i>	<i>2,112,900</i>	<i>11,300,900</i>	<i>5,217,000</i>	<i>18,630,800</i>
Agency Request					
Change from Original App	1.00	62,500	1,044,200	362,200	1,468,900
% Change from Original App	0.3%	3.0%	10.1%	7.4%	8.5%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>1.00</i>	<i>58,200</i>	<i>943,300</i>	<i>316,700</i>	<i>1,318,200</i>
<i>% Change from Original App</i>	<i>0.3%</i>	<i>2.8%</i>	<i>9.1%</i>	<i>6.5%</i>	<i>7.6%</i>

Idaho Transportation Department

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Management and Admin Services	20,104,400	18,411,300	20,914,200	21,806,000	21,679,000
Planning	3,624,900	3,428,100	3,727,800	5,578,800	5,547,200
Motor Vehicles	17,882,300	16,146,800	17,693,600	18,300,500	18,174,200
Highway Operations	126,792,300	120,107,400	130,491,000	137,588,200	136,861,300
Capital Facilities	2,150,000	2,199,500	3,850,000	3,850,000	3,850,000
Contract Const/Right-of-Way Acq	392,389,100	254,106,100	241,599,800	283,426,400	284,018,100
Aeronautics	4,909,100	3,321,100	3,416,800	3,466,700	3,454,400
Public Transportation	4,198,200	3,879,100	4,217,100	4,249,300	4,246,000
Total:	572,050,300	421,599,400	425,910,300	478,265,900	477,830,200
BY FUND CATEGORY					
Dedicated	251,424,300	196,136,400	205,352,500	227,034,600	226,652,200
Federal	320,626,000	225,463,000	220,557,800	251,231,300	251,178,000
Total:	572,050,300	421,599,400	425,910,300	478,265,900	477,830,200
Percent Change:		(26.3%)	1.0%	12.3%	12.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	98,975,200	91,979,700	102,485,200	108,700,200	108,278,900
Operating Expenditures	56,278,700	52,898,500	55,418,200	65,371,100	64,646,500
Capital Outlay	403,275,100	269,972,800	259,767,200	288,487,900	289,198,100
Trustee/Benefit	13,521,300	6,748,400	8,239,700	15,706,700	15,706,700
Total:	572,050,300	421,599,400	425,910,300	478,265,900	477,830,200
Full-Time Positions (FTP)	1,838.00	1,838.00	1,833.50	1,833.50	1,833.50

Department Description

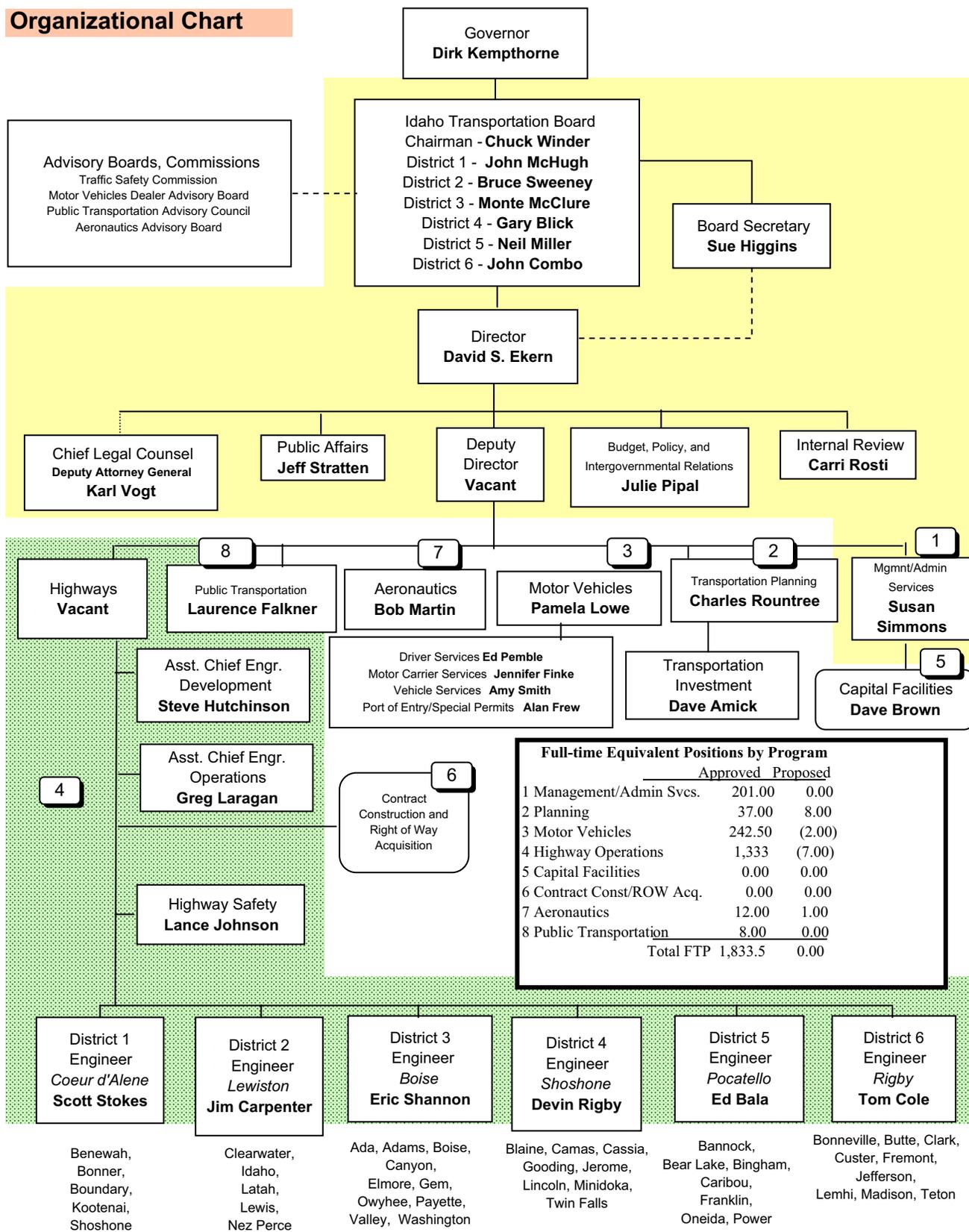
The Idaho Transportation Department has eight budgeted programs:

- 1) The Management and Administrative Services program develops long-range budgetary plans; develops legislation; develops and operates information systems; provides employee services, financial services, and facilities management; coordinates research activities; and ensures compliance with department policies and procedures.
- 2) The Planning program coordinates the Department's strategic plan; maintains inventories for transportation systems; coordinates transportation research efforts; provides a statewide transportation plan; maintains the department's schedule of transportation projects; and assists local governments with transportation planning.
- 3) The Motor Vehicles program manages driver's licenses, vehicle registrations, license plates, and vehicle titles.
- 4) Highway Operations directs statewide highway maintenance and highway improvements; administers federal-aid safety improvement projects and safety tasks; protects highways from oversize, overweight, and dangerous usage; develops projects to improve state and local highway systems to save lives; and maximizes the use of federal, state and local construction funds.
- 5) Capital Facilities administers the design, building and maintenance of Department facilities.
- 6) Contract Construction & Right-of-Way Acquisition accounts for the funds necessary for highway construction projects that maintain and improve the state's highway system.
- 7) Aeronautics assists Idaho municipalities in developing their airports and operates the state's air fleet.
- 8) Public Transportation manages the federal transit grant programs and encourages coordinated transportation services throughout the state.

Idaho Transportation Department Agency Profile

Analyst: Milstead

Organizational Chart



Idaho Transportation Department

Agency Profile

Analyst: Milstead

Selected Measures

1 Lane Miles by District	Dist. 1	Dist. 2	Dist. 3	Dist. 4	Dist. 5	Dist 6
Interstate	294	0	519	677	640	337
Principal Arterial	530	780	1,047	513	408	1,043
Minor Arterial	336	202	654	587	313	591
Collector	260	479	305	552	452	319
Total*	1,434	1,460	2,522	2,329	1,814	2,290

* The State Highway System has approximately 11,850 lane miles.

2 System Condition

Fiscal Year	CY 2002	CY 2003	CY 2004	CY 2005
	Act	Act	Act	Est
Statewide Deficient Pavement	15%	16%	16%	15%
By District				
Dist 1	12%	9%	9%	*
Dist 2	12%	14%	14%	*
Dist 3	22%	23%	23%	*
Dist 4	12%	18%	18%	*
Dist 5	7%	7%	10%	*
Dist 6	19%	18%	19%	*
Reduce # of weight-restricted bridges	17	12	10	7
Reduce # of width-restricted bridges	49	44	45	30
Reduce height-restricted truss bridges	7	7	7	4

3 Safety Measures

Reduce fatality rate to 1.80*	1.91	1.93	1.85	1.82
Reduce serious injury to 10.22*	12.44	12.00	11.23	10.71
Increase seat belt usage to 76%	63%	72%	74%	74%

*Per 100 million annual vehicle miles of travel

Sources/Uses of Funds

State Highway--Dedicated (0260-02): Revenues from fuel taxes, registrations and fines. Used to pay for constructing, maintaining and administering the state highway system; used as a match for federal funds.	FY05 Appr. \$197,926,300
State Highway--Federal (0260-03): Federal aid used to reimburse state construction and improvement expenditures.	217,300,200
State Highway--Billing (0260-04): Revenues derived from billings to state agencies for services provided.	571,400
State Highway--Local (0260-05): Local funds deposited to the State Highway Fund used as match for construction and improvement projects.	4,645,600
Idaho Traffic Safety--Federal (0263-00): Federal dollars for reimbursement upon the completion of certain safety tasks.	2,000,000
State Aeronautics--Dedicated (0221-02): Aviation fuel tax levied on all aircraft engine fuel sold in the state. Used for licensing of aircraft and airmen, and for regulating operations of aircraft.	2,060,500
State Aeronautics--Federal (0221-03): Revenue from federal grants for airport maintenance/renovation projects.	1,257,600
State Aeronautics--Billing (0221-02): Receipts collected and used to offset the use of state-owned aircraft by other state agencies.	148,700
	<u>\$425,910,300</u>

**Idaho Transportation Dept.
 Tax Rates**

Year	State Fuel Tax Rate (cents)
1976-1981	9.5
1981-1982	11.5
1982-1983	12.5
1983-1988	14.5
1988-1991	18.0
1991-1995	21.0
1996 to present	25.0

- * The Legislature increased gasoline and special fuel rates 4 cents effective April 1, 1996. The one cent Petroleum Storage Trust Tax effective May 1990 and suspended October 1, 2000 is not reflected in the above tax rates.
- * Among six regional neighboring states, Idaho's state and local fuel tax rate is in the middle--three regional neighbors have higher rates (NV--33.2 cents, MT--27.8 cents, WA--28.0 cents) while three have lower rates (UT--24.5 cents, OR- -24.0 cents, WY--14.0 cents). [NOTE: Fuel tax rates provide only one variable associated with the cost of automobile ownership/travel. Other relevant fees vary from state-to-state including vehicle registration, operator licenses, property taxes on vehicles, and other miscellaneous fees.]
- * Federal gasoline taxes of 18.4 cents and federal diesel taxes of 24.4 cents are in addition to state and local fuel taxes and petroleum storage fees. The current total gasoline tax in Idaho is 43.4 cents per gallon.

**Selected Trend Indicators
 Actual and Projected Annual Growth**

	Annualized FY78-04	Projected FY04-05
Cars Registered	3.2%	-1.7%
Driver Licenses*	2.2%	-0.5%
Population	2.1%	1.5%
Gallons of Total Highway Fuel Taxed**	1.8%	1.6%
Gallons of Gasoline Taxed	0.7%	1.2%

**Drivers licenses are now issued on a four-year cycle which results peak and off years.
 *Highway fuel includes gallons of gasoline, diesel, and other highway-taxable fuels sold.

Idaho Transportation Department Agency Profile

Analyst: Milstead

Replacement Items (by Division, by Type)

<u>Division</u>	<u>Type of Equipment</u>	<u>Request</u>
Management & Support	Computer	682,400
	Misc.	23,900
	Office	1,900
	<i>Sub-total</i>	<i>708,200</i>
Planning	Misc.	56,300
	Computer	49,900
	<i>Sub-total</i>	<i>106,200</i>
Motor Vehicles	Misc.	197,100
	Computer	98,400
	Office	5,200
	<i>Sub-Total</i>	<i>300,700</i>
Highway Operations	Buy-Back Program	9,367,000
	Road	5,560,100
	Motorized	1,095,800
	Computer	524,100
	Laboratory	434,800
	Misc.	195,900
	Engineering	136,300
	Shop	107,600
	Office	29,100
	Communications	13,800
<i>Sub-total</i>	<i>17,464,500</i>	
Aeronautics	Computer	7,500
Public Transportation	Computer	3,000
	Office	1,900
	<i>Sub-total</i>	<i>4,900</i>
TOTAL		18,592,000

Idaho Transportation Department

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	1,833.50	0	425,910,300	1,833.50	0	425,910,300
Reappropriations	0.00	0	142,689,700	0.00	0	142,689,700
HB 805 One-time 1% Salary Increase	0.00	0	840,300	0.00	0	840,300
Governor's Rescission	0.00	0	0	0.00	0	(1,632,600)
FY 2005 Total Appropriation	1,833.50	0	569,440,300	1,833.50	0	567,807,700
Removal of One-Time Expenditures	0.00	0	(159,249,400)	0.00	0	(159,167,600)
Base Adjustments	0.00	0	(113,700)	0.00	0	1,437,100
FY 2006 Base	1,833.50	0	410,077,200	1,833.50	0	410,077,200
Benefit Costs	0.00	0	1,864,400	0.00	0	1,443,100
Inflationary Adjustments	0.00	0	724,600	0.00	0	0
Replacement Items	0.00	0	18,592,000	0.00	0	18,592,000
Nonstandard Adjustments	0.00	0	520,400	0.00	0	520,400
Change in Employee Compensation	0.00	0	874,900	0.00	0	874,900
27th Payroll	0.00	0	3,483,000	0.00	0	3,483,000
FY 2006 Program Maintenance	1,833.50	0	436,136,500	1,833.50	0	434,990,600
1. Construction Spending Authority	0.00	0	41,708,100	0.00	0	42,418,300
2. Planning Spending Authority	0.00	0	421,300	0.00	0	421,300
FY 2006 Total	1,833.50	0	478,265,900	1,833.50	0	477,830,200
Change from Original Appropriation	0.00	0	52,355,600	0.00	0	51,919,900
% Change from Original Appropriation			12.3%			12.2%

Idaho Transportation Department

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	1,833.50	0	205,352,500	220,557,800	425,910,300

Reappropriations

The Department's FY 2005 appropriation authorized ITD to carryover FY 2004 unencumbered balances from the Contract Construction and Right-of-Way Acquisition Program for that same purpose in FY 2005. That amounted to \$34.7 million in state highway funds, \$2.5 million local funds, and \$103.8 million in federal funds. The bill also authorized carryover of unexpended and unencumbered money previously appropriated from the Disaster Fund which amounted to \$681,400. Finally, the bill authorized carryover of State Aeronautics Fund balances for trustee and benefit payments to be used for Airport Development Grants which amounted to about \$890,000.

Agency Request	0.00	0	38,665,500	104,024,200	142,689,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>38,665,500</i>	<i>104,024,200</i>	<i>142,689,700</i>

HB 805 One-time 1% Salary Increase

Reflects one-time salary increase stemming from HB 805.

Agency Request	0.00	0	721,600	118,700	840,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>721,600</i>	<i>118,700</i>	<i>840,300</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(1,621,500)</i>	<i>(11,100)</i>	<i>(1,632,600)</i>
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FY 2005 Total Appropriation					
Agency Request	1,833.50	0	244,739,600	324,700,700	569,440,300
<i>Governor's Recommendation</i>	<i>1,833.50</i>	<i>0</i>	<i>243,118,100</i>	<i>324,689,600</i>	<i>567,807,700</i>

Removal of One-Time Expenditures

Removes one-time expenditures, including capital outlay and \$142.7 million in carryover.

Agency Request	0.00	0	(55,106,500)	(104,142,900)	(159,249,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(55,035,800)</i>	<i>(104,131,800)</i>	<i>(159,167,600)</i>

Idaho Transportation Department

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Base Adjustments

Reflects the following adjustments:

DIVISION OF PLANNING/DIVISION OF HIGHWAY OPERATIONS/DIVISION OF MOTOR VEHICLES: This reflects the Department's reorganization of its transportation research efforts. All spending authority related to research activities is being transferred to the Planning Division (8.0 FTP and \$486,400 in Personnel Costs; \$518,000 in Operating Expenditures; \$280,000 in Trustee/Benefit payments; and \$3,900 in Capital Outlay). The majority of this transfer is from the Division of Highways. The purpose of this transfer is to provide a department-wide focus on all transportation modes (Highways, Aeronautics, Public Transportation, Safety, etc.) rather than limited just to highway activities. The Department believes this framework crosses divisions and funding sources while integrating long-range planning efforts with program investment options. All basic functions will remain the same, but will include an emphasis on all transportation modes. In addition to the reorganization, there is also a base reduction of \$41,500 to eliminate interagency spending authority no longer needed.

DIVISION OF MOTOR VEHICLES: Transfer of 1.0 FTP to the Aeronautics budget unit (spending authority for the FTP is accomplished with a shift from OE to PC in Aeronautics). There is a corresponding reduction of \$72,200 in personnel costs in the Motor Vehicles. This position was not being used in the Motor Vehicles program. This realignment is needed to provide Aeronautics with a sufficient personnel complement. For safety purposes, King Air flights are staffed with two pilots on each flight. Currently, the two pilots are comprised of one full-time pilot and an hourly pilot. Benefits of staffing the two-pilot requirement for King Air flights with full-time employees include safety and consistency by having two pilots that are accustomed to working together in the cockpit and not having to rely on less familiar part-time pilots. Also, there will be reduced training costs in that only two pilots will need to be sent out-of-state to receive annual training (required for insurance purposes) instead of having to send up to six part-time employees to training each year. (NOTE: In the Aeronautics budget unit, there is a corresponding shift of \$51,600 in spending authority from operating expenditures to personnel costs to fund this position).

DIVISION OF HIGHWAY OPERATIONS: Reflects a fund shift of \$5.0 million from federal funds to dedicated funds to properly align spending authority with expenditures in accord with state-wide accounting rules. This stems from the Department's review of projects in the FY 2006 highway program which identified certain costs for planning and research more properly recorded as costs in the Highway Operations budget unit.

CONTRACT CONSTRUCTION AND RIGHT-OF-WAY ACQUISITION: Includes shifts between object codes to reflect proper standard class alignment for project costs. These shifts stem from a review of projects in the FY 2006 highway program which identified proper standard class alignment of spending authority, in conformance with state accounting rules. Includes a shift of \$14,697,000 from capital outlay to trustee/benefit payments (\$5,580,000) and to operating expenditures (\$9,117,000).

Agency Request	0.00	0	4,136,300	(4,250,000)	(113,700)
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Restore risk management rescission to the base.

Governor's Recommendation	0.00	0	5,687,100	(4,250,000)	1,437,100
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FY 2006 Base					
Agency Request	1,833.50	0	193,769,400	216,307,800	410,077,200
Governor's Recommendation	1,833.50	0	193,769,400	216,307,800	410,077,200

Idaho Transportation Department

Analyst: Milstead

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	0	1,641,700	222,700	1,864,400
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	0	1,270,600	172,500	1,443,100
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures.

Agency Request	0.00	0	576,600	148,000	724,600
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

This reflects the Department's request for replacement items, by type: \$5,560,100 for road equipment; \$1,365,300 for computer equipment, \$1,095,800 for motorized equipment, \$9,367,000 for the Buy-Back program; \$473,200 for miscellaneous equipment; \$434,800 for laboratory equipment; \$136,300 for engineering equipment; \$107,600 for shop equipment; \$38,100 for office equipment; and \$13,800 for communications equipment. [NOTE: More detail regarding Replacement Items can be found in the Agency Profile pages of this budget].

Agency Request	0.00	0	18,592,000	0	18,592,000
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Governor's Recommendation	0.00	0	18,592,000	0	18,592,000
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General (reduction of \$63,900), State Controller (increase of \$27,300) and State Treasurer services (reduction of \$4,700). Also included are changes in property and casualty insurance premiums (increase of \$23,700) and the cost of office space leased to state agencies by the Department of Administration.

Other Nonstandard Adjustments include the following, by Division:

Division of Management and Administrative Support: \$8,400 in spending authority for increases in electricity (\$2,600) and natural gas (\$5,800); and \$52,800 for anticipated additional interagency revenue from other agencies use of the ITD WAN. This shared use of existing communications resources eliminates redundant costs; Division of Planning: \$200 for electricity increase; Division of Motor Vehicles: \$1,300 for electricity, \$100 for natural gas; Division of Highway Operations: \$390,000 for increases in fuel costs, \$18,200 for an increase in the steel guardrail contract, \$42,400 for electricity, and \$23,600 for natural gas/propane; Division of Aeronautics: electricity \$100, natural gas \$900.

Agency Request	0.00	0	520,200	200	520,400
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Governor's Recommendation	0.00	0	520,200	200	520,400
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	765,600	109,300	874,900
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	0	765,600	109,300	874,900
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Idaho Transportation Department

Analyst: Milstead

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	0	3,047,500	435,500	3,483,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>3,047,500</i>	<i>435,500</i>	<i>3,483,000</i>

FY 2006 Program Maintenance

Agency Request	1,833.50	0	218,913,000	217,223,500	436,136,500
<i>Governor's Recommendation</i>	<i>1,833.50</i>	<i>0</i>	<i>217,965,300</i>	<i>217,025,300</i>	<i>434,990,600</i>

1. Construction Spending Authority

Contract Construction & Right-of-Way Acquisition

This enhancement reflects higher projected levels of funding under the extension of the multi-year federal highway act and forecasted increases in state dedicated and local funds. The enhancement reflects a \$41,708,100 million increase in spending authority to match the level of funding projected by the Federal Highway Administration under the Surface Transportation Extension of 2004, Part V and related state and local match. The request includes an increase in federal dollars of \$33,670,700 to reflect Congress' most recent extension of federal highway funding. The request also includes increases in state dedicated funds of approximately \$6.1 million and \$1.9 million in local funds. The increases in spending authority will be used for the purchase of right-of-way, to make payments to private contractors for work performed on construction projects and to match available federal aid.

Agency Request	0.00	0	8,037,400	33,670,700	41,708,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>8,602,700</i>	<i>33,815,600</i>	<i>42,418,300</i>

2. Planning Spending Authority

Planning

The Department requests \$421,300 in spending authority (\$337,100 federal funds; \$84,200 dedicated funds) to reflect the projected level of funding available in FY 2006 for planning and research activities. This enhancement adjusts the level of appropriated spending authority, by fund source, in the Transportation Planning budget unit to levels projected to be available under reauthorization of the federal highway funding act. Funds will be used to conduct planning and research functions related to all transportation modes managed by the department. It is expected that, under reauthorization, two percent of federal highway funding will be targeted for use in planning and research activities. This enhancement brings spending authority in the Transportation Planning budget unit to the projected level for FY06. Federal State Planning and Research costs are reimbursed 80% from the Federal Highway Administration with a 20% state match.

Agency Request	0.00	0	84,200	337,100	421,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>84,200</i>	<i>337,100</i>	<i>421,300</i>

FY 2006 Total

Agency Request	1,833.50	0	227,034,600	251,231,300	478,265,900
<i>Governor's Recommendation</i>	<i>1,833.50</i>	<i>0</i>	<i>226,652,200</i>	<i>251,178,000</i>	<i>477,830,200</i>

Agency Request

Change from Original App	0.00	0	21,682,100	30,673,500	52,355,600
% Change from Original App	0.0%		10.6%	13.9%	12.3%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>21,299,700</i>	<i>30,620,200</i>	<i>51,919,900</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>10.4%</i>	<i>13.9%</i>	<i>12.2%</i>

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General Government

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Idaho Legislative Budget Book

Department of Administration

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Department of Administration

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Administration, Dept of	31,446,900	27,834,100	36,929,900	39,015,000	45,368,300
Building Fund	28,993,400	14,232,600	21,337,700	22,650,000	35,203,200
Capitol Commission	28,897,300	124,500	2,135,800	131,500	130,200
Total:	89,337,600	42,191,200	60,403,400	61,796,500	80,701,700
BY FUND CATEGORY					
General	8,814,700	8,699,900	8,887,900	11,107,800	9,953,700
Dedicated	80,522,900	33,488,800	51,515,500	50,688,700	70,748,000
Federal	0	2,500	0	0	0
Total:	89,337,600	42,191,200	60,403,400	61,796,500	80,701,700
Percent Change:		(52.8%)	43.2%	2.3%	33.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	9,204,500	8,291,900	9,536,400	10,100,400	10,063,900
Operating Expenditures	15,538,900	13,409,000	18,660,300	21,002,500	24,371,100
Capital Outlay	64,594,200	20,490,300	32,206,700	30,693,600	46,266,700
Total:	89,337,600	42,191,200	60,403,400	61,796,500	80,701,700
Full-Time Positions (FTP)	173.60	173.60	173.60	173.60	173.60

Department Description

The Department of Administration provides a wide variety of centralized services to the rest of state government, including telephone, microwave and computer communications, public works, purchasing, administrative rules coordination, life, health and disability insurance to state employees, and property and casualty insurance for state agencies.

The Building Fund Advisory Council budget finances the maintenance and construction of state buildings, including those at the universities and community colleges. Funding comes exclusively from the Permanent Building Fund.

The Capitol Commission consists of nine members which are responsible for the historical preservation and renovation of Idaho's State Capitol and Grounds.

The functions of the Personnel Commission were transferred to the Office of the Governor in FY 2000, and reorganized as the Division of Human Resources.

Department of Administration

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administrative Rules	527,300	470,800	528,900	547,000	542,000
Director's Office	1,302,100	1,155,300	1,329,300	1,392,700	1,384,000
Info. Tech. & Communication	4,017,800	3,888,100	4,030,700	4,529,500	4,295,500
ITRMC	664,800	423,300	748,800	712,400	707,300
Office of Insurance Management	1,346,200	1,196,500	1,351,900	1,401,100	1,390,000
Public Works	9,075,700	6,810,300	9,627,100	10,887,400	9,866,600
Purchasing	3,425,400	2,865,500	3,339,800	3,502,900	3,475,900
Bond Payment	11,087,600	11,024,300	15,973,400	16,042,000	23,707,000
Total:	31,446,900	27,834,100	36,929,900	39,015,000	45,368,300
BY FUND CATEGORY					
General	8,814,700	8,699,900	8,887,900	11,107,800	9,953,700
Dedicated	22,632,200	19,131,700	28,042,000	27,907,200	35,414,600
Federal	0	2,500	0	0	0
Total:	31,446,900	27,834,100	36,929,900	39,015,000	45,368,300
Percent Change:		(11.5%)	32.7%	5.6%	22.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	9,155,200	8,287,000	9,504,800	10,067,500	10,031,000
Operating Expenditures	15,274,300	13,324,400	18,563,000	20,903,900	24,273,800
Capital Outlay	7,017,400	6,222,700	8,862,100	8,043,600	11,063,500
Total:	31,446,900	27,834,100	36,929,900	39,015,000	45,368,300
Full-Time Positions (FTP)	173.10	173.10	173.50	173.50	173.50

Division Description

OFFICE OF ADMINISTRATIVE RULES: Structures, promulgates, and disseminates all administrative rules subject to the Idaho Administrative Procedure Act.

DIRECTOR'S OFFICE: Provides administrative, fiscal, legal, and human resources services to the Department. Administers the Industrial Special Indemnity Fund. The Office also administers the Bond Payment program (created by the 2003 Legislature) which consolidates within a single program funds to pay for capital projects financed with bonds sold by the Idaho State Building Authority.

DIVISION OF INFORMATION TECHNOLOGY & COMMUNICATION: Operates the IDANET, coordinates Internet, electronic mail, telephone, data and video transmission services, and the statewide microwave system.

INFORMATION TECHNOLOGY RESOURCE MANAGEMENT COUNCIL (ITRMC): Facilitates a centralized and coordinated approach to the design, procurement and implementation of the state's information systems.

OFFICE OF INSURANCE MANAGEMENT: Negotiates and administers medical, dental, life and disability insurance programs and the Integrated Behavioral Health Plan for state employees, provides property and casualty insurance services to state government via insurance and self-insurance.

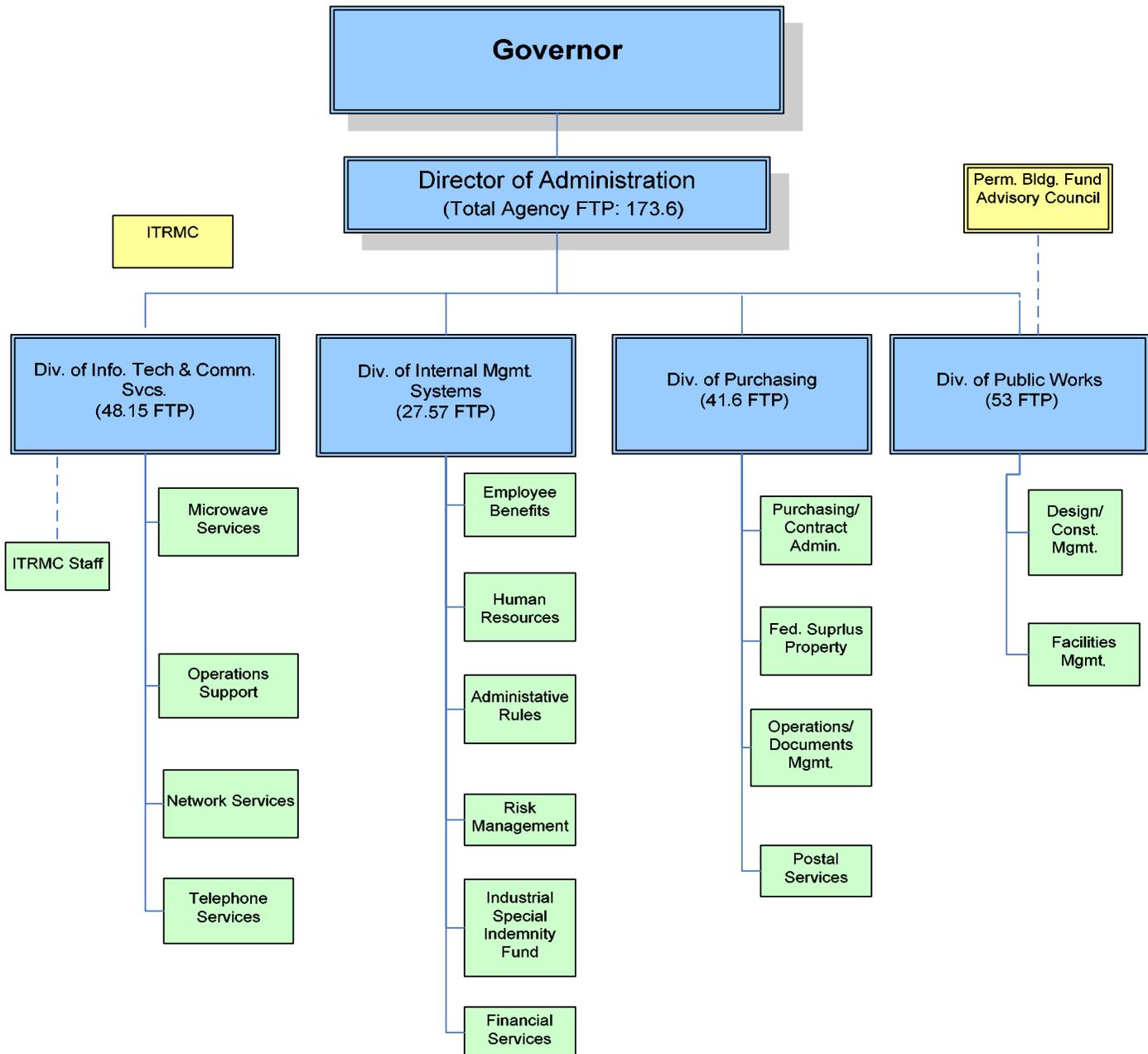
DIVISION OF PUBLIC WORKS: Develops and oversees construction and renovation projects for state buildings, and manages leases for all state-leased office space.

DIVISION OF PURCHASING: Acquires property for all state agencies through the competitive bidding process, provides document management services, assists in the donation of surplus federal property to state and local government and eligible non-profits, and provides mail services to most state agencies.

Department of Administration Agency Profile

Analyst: Milstead

Organizational Chart



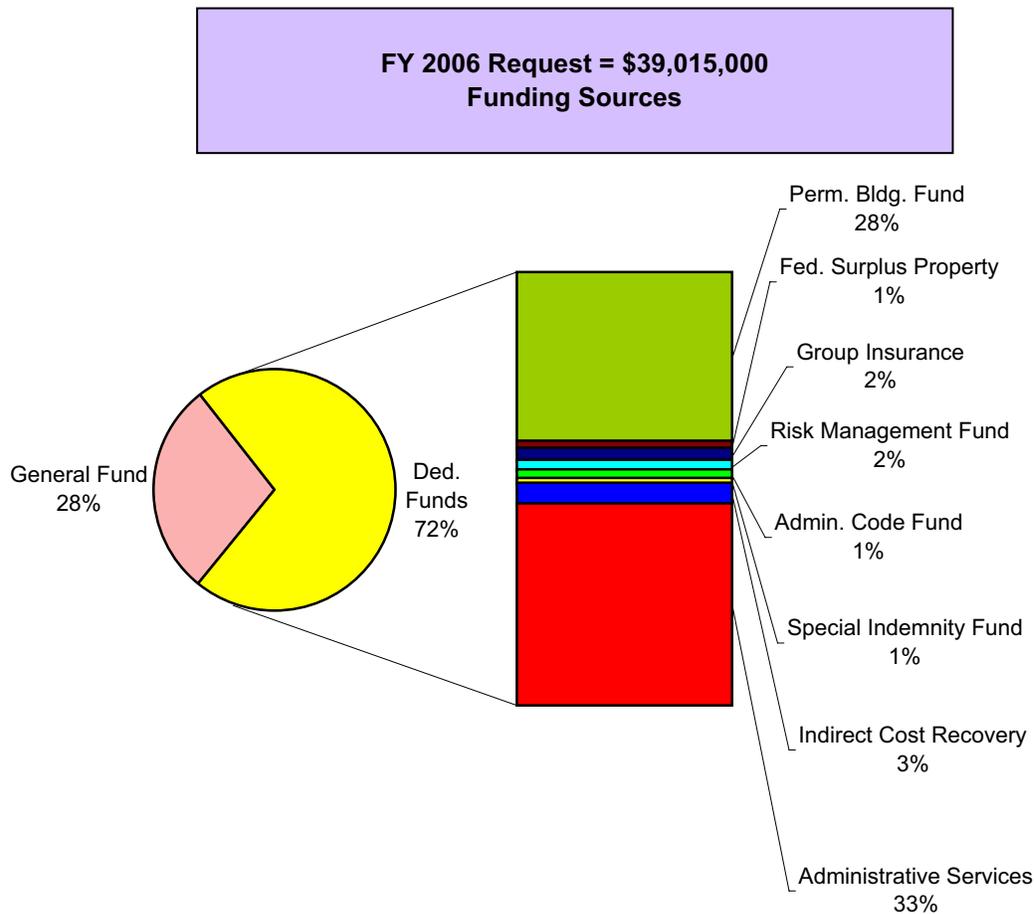
Agency Profile

Sources/Use of Funds

	FY04 Act.	Act. as % of Total	FY05 App.	FY06 Req.
1 General Fund (0001-00)	\$8,699,900	31%	\$8,887,900	\$11,107,800
<p>The General Fund consists of "moneys received into the treasury and not specially appropriated to any other fund." The sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, and other misc. sources. The Department uses General Fund money for the operational costs of the Director's Office; a portion of the Division of Purchasing's costs; State-Wide Area Network operations, Capitol Mall rent for elected officials and payment of building bonds.</p>				
2 Indirect Cost Recovery (0125-00)	\$1,076,000	4%	\$1,214,500	\$1,295,400
<p>This consists of charges to other bureaus within the Department to allocate administrative overhead costs. Funds are used to pay salaries, operating costs, and capital equipment costs for centralized administrative functions for the entire department. For example, accounting positions for the department are funded from overhead charges to all the department's divisions.</p>				
3 Perm Bldg. Fund (0365-00)	\$5,771,000	21%	\$11,844,700	\$11,024,100
<p>This Fund consists of the following: a \$10 tax paid by every person and corporation required to file an income tax return; \$5 million per year comes from the Sales Tax; 17.3% of 47 cents of the per pack cigarette tax; 33% of the \$4.65 tax per barrel of 31 gallons of beer sold; one-half of state lottery earnings; interest from the Budget Stabilization Fund as well as interest from the PBF itself. Moneys in the Fund are dedicated to building needed structures and renovating or repairing existing structures at the several agencies of state government. The Division of Public Works receives partial funding from this fund and some building bond payments come from this fund.</p>				
4 Admin. & Acctg. Svcs. (0450-00)	\$9,951,900	36%	\$12,354,800	\$12,870,800
<p>Revenue derived from billing for services including radio, microwave, telephone, postal, building space, parking, purchasing, record management. Provides funding for interagency services provided by the department. Some building bond payment come from this fund.</p>				
5 Employee Group Ins. (0461-00)	\$653,100	2%	\$710,800	\$733,500
<p>Funded by a per employee payment by each agency to the Department to fund the Group Insurance Program.</p>				
6 Retained Risk (0462-00)	\$543,400	2%	\$641,100	\$667,600
<p>Funds from all premiums and surcharges received under Idaho Code section 67-5777. Used solely for payment of premiums and cost of Insurance Management.</p>				
7 Admin Code (0475-05)	\$470,800	2%	\$528,900	\$547,000
<p>Moneys generated from user fees covers the on-going operational costs of the program.</p>				
8 Industrial Indemnity (0519-00)	\$227,400	1%	\$282,800	\$292,100
<p>Used to pay claimants who have suffered an industrial injury subsequent to either a pre-existing physical impairment or condition which render the claimant totally and permanently disabled.</p>				
9 Surplus Property (0456-00)	\$440,600	2%	\$464,400	\$476,700
<p>Used to manage federal surplus personal property, available for donation to eligible health and educational institutions, units of state and local government, and to civil defense organizations. Funds are derived from charges assessed on any recipient of federal surplus property for the acquisition, warehousing, distribution or transfer of such property.</p>				
Total	\$27,834,100		\$36,929,900	\$39,015,000

Agency Profile

Selected Measures				
Fiscal Year	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
1 State Facility Management				
Lease renewals not-to-exceed 3%	0.929%	1.2%	-3.1%	< 2.0%
Reduce power consumption (kWh)	18,256,127	16,060,066	17,160,831	*
2 Public Works Management				
Large projects plans checked (days)	*	21.83 days	21 days	< 21 days
Small projects plans checked (days)	*	43.48 days	33.6 days	< 14 days
# of projects 5% over budget	10.66%	14.18%	14.42%	*
Project design on-time	*	80%	88%	83.60%
3 Information Technology				
Conduct 4 regional IT meetings (rural)	4 meetings	11 meetings	9 meetings	> 4 meetings
Increase projects using Access Idaho	48	60	82	85
No more than 5% exempt to ITRMC	0%	2%	1%	< 5%
Final step microwave modernization	75% complete	--	Salmon comp.	--



Department of Administration

Agency Profile

Analyst: Milstead

FY 2006 Estimated Debt Service on Bonded Indebtedness

Proj. No.	Description	Initial Issue	Maturity Date	Est. Bond Payment*	Source
1	Indust. Admin Bldg	\$3,835,000	2006	\$365,503	Gen Fund
2	1988 Max/Med prisons	31,295,000	2010	2,405,568	PBF
3	1992 Prison Dorm	3,030,000	2012	262,297	PBF
4	St. Hosp. North	8,210,000	2012	724,428	PBF
5	Parks & Rec Hdqtrs.	3,125,000	2008	323,223	Gen Fund
6	1998 Prison Complex	58,985,000	2025	4,067,961	Gen Fund
7	Ponderosa Park Add	5,790,000	2007	1,008,119	Gen Fund
8	Id St. School & Hosp.	9,325,000	2026	655,075	H & W
9	Billingsley Creek	6,815,000	2021	537,629	Gen Fund
10	ISU Rendezvous	12,730,000	2024	966,217	PBF
11	BSU Academic West	9,180,000	2024	685,756	PBF
12	UI Learning Ctr.	12,440,000	2024	933,327	PBF
13	LCSC Activity Ctr.	10,625,000	2024	795,174	PBF
14	NIC Health Bldg.	11,665,000	2024	874,333	PBF
15	CSI Fine Arts	5,730,000	2024	430,700	PBF
16	ISP Post Academy	2,425,000	2024	181,334	PBF
19	954 Jefferson St.	1,950,500	2014	234,873	Gen Fund
20	BSU-College of Tech	7,969,353	2017	424,289	PBF
Total		\$205,124,853		\$15,875,806	

* Includes both debt service and rent. Does not exactly match agency request due to anticipated fluctuations in amortization schedules.

**Totals by fund include: estimated PBF: \$8,849,400; estimated General Fund: \$6,537,400; estimated other: \$655,200.

***Two bonds are not paid through the Department of Administration: Idaho Water Center bond payment of approximately \$2.9 million is paid by the Idaho State Building Authority with agency funds; also, the Lava Hot Springs bond payment of \$63,000 is not paid through the Department of Administration.

Department of Administration

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	173.50	8,887,900	36,929,900	173.50	8,887,900	36,929,900
HB 805 One-time 1% Salary Increase	0.00	13,600	75,500	0.00	13,600	75,500
Governor's Rescission	0.00	0	0	0.00	(1,200)	(99,600)
FY 2005 Total Appropriation	173.50	8,901,500	37,005,400	173.50	8,900,300	36,905,800
Removal of One-Time Expenditures	0.00	(13,600)	(281,700)	0.00	(12,400)	(271,400)
Base Adjustments	0.00	0	(936,700)	0.00	0	(847,400)
FY 2006 Base	173.50	8,887,900	35,787,000	173.50	8,887,900	35,787,000
Benefit Costs	0.00	28,000	161,000	0.00	21,600	124,500
Inflationary Adjustments	0.00	10,500	132,000	0.00	0	0
Replacement Items	0.00	147,100	370,500	0.00	0	223,400
Nonstandard Adjustments	0.00	76,400	176,700	0.00	76,400	176,700
Change in Employee Compensation	0.00	14,200	79,300	0.00	14,200	79,300
27th Payroll	0.00	53,600	322,400	0.00	53,600	322,400
FY 2006 Program Maintenance	173.50	9,217,700	37,028,900	173.50	9,053,700	36,713,300
1. Elected Official Rent	0.00	1,830,000	1,830,000	0.00	900,000	900,000
2. Capitol Mall Switches	0.00	27,200	27,200	0.00	0	0
3. Firewall Log Server	0.00	32,900	32,900	0.00	0	0
4. Courthouse Upkeep	0.00	0	6,000	0.00	0	0
5. Borah Building	0.00	0	90,000	0.00	0	90,000
6. Capitol Mall Remodel Project	0.00	0	0	0.00	0	7,665,000
FY 2006 Total	173.50	11,107,800	39,015,000	173.50	9,953,700	45,368,300
Change from Original Appropriation	0.00	2,219,900	2,085,100	0.00	1,065,800	8,438,400
% Change from Original Appropriation		25.0%	5.6%		12.0%	22.8%

Department of Administration

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	173.50	8,887,900	28,042,000	0	36,929,900
HB 805 One-time 1% Salary Increase					
Reflects the one-time salary increase authorized by HB805.					
Agency Request	0.00	13,600	61,900	0	75,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,600</i>	<i>61,900</i>	<i>0</i>	<i>75,500</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,200)</i>	<i>(98,400)</i>	<i>0</i>	<i>(99,600)</i>
FY 2005 Total Appropriation					
Agency Request	173.50	8,901,500	28,103,900	0	37,005,400
<i>Governor's Recommendation</i>	<i>173.50</i>	<i>8,900,300</i>	<i>28,005,500</i>	<i>0</i>	<i>36,905,800</i>
Removal of One-Time Expenditures					
Reflects the removal of one-time items and the one-time salary increase.					
Agency Request	0.00	(13,600)	(268,100)	0	(281,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(12,400)</i>	<i>(259,000)</i>	<i>0</i>	<i>(271,400)</i>
Base Adjustments					
Reflects the transfer of funds to the Division of Information Technology for operating expenditures for the IDANET Network Operations Center (\$60,000). The intent is to contract for operations. Also includes a reduction in Permanent Building Fund (\$936,700) in the Division of Public Works' budget to align spending authority with expenditures.					
Agency Request	0.00	0	(936,700)	0	(936,700)
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(847,400)</i>	<i>0</i>	<i>(847,400)</i>
FY 2006 Base					
Agency Request	173.50	8,887,900	26,899,100	0	35,787,000
<i>Governor's Recommendation</i>	<i>173.50</i>	<i>8,887,900</i>	<i>26,899,100</i>	<i>0</i>	<i>35,787,000</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	28,000	133,000	0	161,000
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,600</i>	<i>102,900</i>	<i>0</i>	<i>124,500</i>

Department of Administration

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	10,500	121,500	0	132,000
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Includes funding for the replacement of desktop licensing with Microsoft Enterprise Desktop Licensing (\$37,400). This request will allow the Department to enter a maintenance/licensing agreement with Microsoft to ensure that the most current versions of Microsoft operating system and office suite products are installed and operating on Department computers. Also includes increases in WAN maintenance (\$17,300), replacement of second Internet Connection (\$107,600), replacement of tape media (\$2,000), router (\$16,200), and licensing for backup software (\$4,000). For Information Technology, replace the following: three off-road service vehicles (\$36,000 each--one in the Coeur d'Alene area; one in Lewiston and one in Meridian); also replace two snowmobiles in Coeur d'Alene (\$7,000 each) four battery banks (\$9,000 each--one each at Albion, Rigby, Relay Ridge, and Mica Peak); and one radio combiner for \$12,000. Also includes \$16,000 in dedicated funds to replace a 1996 Dodge Ram Delivery Truck for the Division of Purchasing.					
Agency Request	0.00	147,100	223,400	0	370,500
Governor's Recommendation	0.00	0	223,400	0	223,400
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General (\$86,000), State Controller (\$2,400) and State Treasurer(\$400) services. Also included are changes in property and casualty insurance premiums (\$10,900) and the cost of office space leased to state agencies by the Department of Administration (\$8,400).					
Includes an adjustment of \$55,600 from the General Fund and \$13,000 in dedicated funds for bond payments to account for changes in amortization schedules that vary year-to-year.					
Agency Request	0.00	76,400	100,300	0	176,700
Governor's Recommendation	0.00	76,400	100,300	0	176,700
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	14,200	65,100	0	79,300
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	14,200	65,100	0	79,300
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	53,600	268,800	0	322,400
Governor's Recommendation	0.00	53,600	268,800	0	322,400
FY 2006 Program Maintenance					
Agency Request	173.50	9,217,700	27,811,200	0	37,028,900
Governor's Recommendation	173.50	9,053,700	27,659,600	0	36,713,300

Department of Administration

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Elected Official Rent

Public Works

The Department requests \$1,830,000 for elected official rent. During the 2003 legislative session and as part of efforts to balance the General Fund budget, the Governor recommended a \$1.2 million cut in the Division of Public Works General Fund appropriation. It was believed at the time that this reduction was warranted because bond payments on three state facilities were being retired. In actuality, the bond payments were being paid for with dedicated funds not, General Funds. The General Fund appropriation was being used for elected officials' rent and to pay for all operating expenses for buildings where elected officials are housed. This request will be used to cover the General Fund shortfall that has occurred since the reduction was made. The services are currently being provided to all elected officials and their professional staff by Facilities Services in the Capitol Mall. Dedicated Fund agencies are subsidizing these services to elected officials. Inadequate revenue has translated into deferred maintenance and repair items as well as contributing to deterioration of facilities.

[BACKGROUND: Previously, the Department had received an appropriation of General Funds based upon current Capitol Mall rental rates applied to the square footage occupied by the elected officials (Judiciary/Supreme Court, Senate, House, Legislative Services, Governor, Lt. Governor, Attorney General, Secretary of State, State Controller, Superintendent of Public Instruction, State Treasurer) and in most cases their professional staff.

The Facilities Services program is funded by a mix of General Fund and dedicated fund appropriations. The Department bills agencies that occupy space in the buildings managed by Facilities Services. The Department also receives a General Fund appropriation for space occupied by elected officials. When the General Fund appropriation was reduced, the balance between General Fund and dedicated fund support was also upset. As a result, dedicated fund agencies now subsidize the rent of elected officials. This subsidy has caused significant issues regarding the Statewide Cost Allocation Plan (filed annually with the federal government) which determines allowable costs that can be charged to federal programs and grants. If unallowable costs or inequitable treatment of federal programs is identified by the federal government, the state must refund the federal government portions of these unallowable costs. The current subsidization of elected official rent by dedicated (and federal) funds has been identified by the responsible federal agency as an unacceptable practice that will result in a penalty and demand for refund in the future. As long as the current situation continues, the future liability continues to grow. At this point, the potential repayment to the federal government is estimated at a little more than \$1 million. Finally, it should also be noted that the \$1.2 million General Fund reduction was in addition to other permanent General Fund base reductions the Department incurred during FY 2002 and FY 2003.

Agency Request	0.00	1,830,000	0	0	1,830,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>900,000</i>	<i>0</i>	<i>0</i>	<i>900,000</i>

2. Capitol Mall Switches

Information Technology & Communications

This enhancement requests \$27,200 in General Fund (\$24,300 one-time; \$2,900 on-going) to acquire additional network equipment to be placed in four Capitol Mall buildings which will improve reliability of access to the State-Wide Area Network (WAN). The Department states that this will increase uninterrupted service in critical government functions. The Department is responsible for managing the WAN for state agencies, higher education and elected officials. The WAN supports the exchange of electronic mail, information and Internet access among and for state agencies and the public. This enhancement will allow the Department to acquire network equipment (primarily switches) to be placed in the P.T. Cenarrusa, Len B. Jordan, J.R. Williams and the Statehouse buildings.

Agency Request	0.00	27,200	0	0	27,200
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Department of Administration

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. Firewall Log Server					
Information Technology & Communications					
<p>The Department requests \$32,900 in General Funds (\$26,300 one-time, \$6,300 on-going) to buy equipment to automate the Department's analysis of WAN traffic. This will permit staff to proactively identify suspicious harmful activity. The Department's staff administers and monitors 22 network devices, called "firewalls", that restrict unwanted and unauthorized information and access into the WAN. Each device maintains an activity log. The Department's lone security analyst must manually correlate 22 separate logs in order to identify possible security threats. The equipment purchased by this requested funding will permit automated monitoring of information and access to the WAN. One-time funds will be used to buy a network management console and disk storage and Data Processing Software. On-going funds will be used to pay for maintenance contracts that provide for upgrades and technical support.</p>					
Agency Request	0.00	32,900	0	0	32,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
4. Courthouse Upkeep					
Public Works					
<p>The Department requests \$6,000 in dedicated fund spending authority to help maintain the old Ada County Courthouse. Since FY 2002, the Department has managed the vacant courthouse. During this period the Department has performed minimal maintenance on the facility. Services provided include minimal heating in the winter as well as year-round grounds keeping and exterior maintenance (including parking lot maintenance). The primary expenses include heating costs to prevent freezing of the plumbing and watering the grass during the summer months. The funding for this expense has been born by Facilities Services from its existing appropriation. The additional expense of maintaining the Courthouse diverts funds from areas that are of a more critical nature to other occupied Capitol Mall facilities.</p>					
Agency Request	0.00	0	6,000	0	6,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
5. Borah Building					
Public Works					
<p>The Department requests \$90,000 in dedicated fund spending authority for operating costs associated with the Borah Building. When the state assumed ownership of the Building, \$650,000 in additional spending authority was provided by the Legislature to Facilities Services in FY 2005 to cover operations and maintenance. The Department had projected that full occupancy of the facility would generate about \$740,000 in annual rent. This request reflects the balance of the projected revenue that will be received when the building is fully occupied. This additional spending authority will allow Facilities Services to take full advantage of anticipated revenue to adequately maintain the facility. This request is for operating funds only to cover costs stemming from maintenance and repair, parts, supplies, utilities, etc. The Department states that if the request is not funded and the building becomes fully occupied, Facilities Services will not have sufficient spending authority to fully utilize the rental income and will not be able to adequately maintain and operate the building.</p>					
Agency Request	0.00	0	90,000	0	90,000
Governor's Recommendation	0.00	0	90,000	0	90,000
6. Capitol Mall Remodel Project					
Bond Payment					
Agency Request	0.00	0	0	0	0
<i>This is a Governor's initiative that provides funding for the debt service payment for bonds to be issued by the Idaho State Building Authority to finance the remodel and renovation of the Capitol building and Capitol Annex.</i>					
Governor's Recommendation	0.00	0	7,665,000	0	7,665,000
FY 2006 Total					
Agency Request	173.50	11,107,800	27,907,200	0	39,015,000
Governor's Recommendation	173.50	9,953,700	35,414,600	0	45,368,300

Department of Administration

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	2,219,900	(134,800)	0	2,085,100
% Change from Original App	0.0%	25.0%	(0.5%)		5.6%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	1,065,800	7,372,600	0	8,438,400
% Change from Original App	0.0%	12.0%	26.3%		22.8%

Building Fund Advisory Council

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	28,993,400	14,232,600	21,337,700	22,650,000	35,203,200
Percent Change:		(50.9%)	49.9%	6.2%	65.0%
BY OBJECT OF EXPENDITURE					
Capital Outlay	28,993,400	14,232,600	21,337,700	22,650,000	35,203,200

Division Description

The Building Fund Advisory Council budget includes maintenance and construction costs for state buildings, including those at the universities and community colleges, funded from the Permanent Building Fund. The process is under the direction of the Permanent Building Fund Advisory Council, which is appointed by and serves at the pleasure of the Governor. The council is composed of a member from the Senate, a member from the House of Representatives, a contractor, a banker, and a person from the business community. Throughout the year, the council reviews and must give approval to all planning, design and construction of state public works projects.

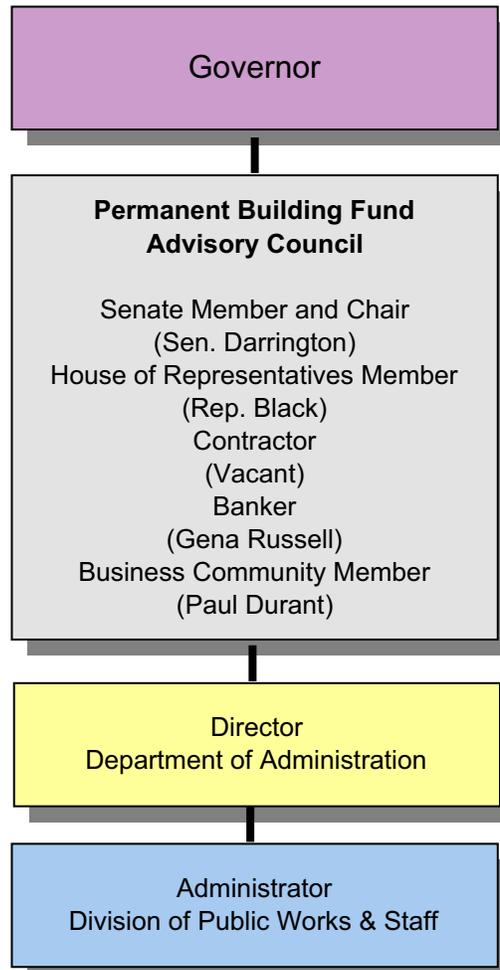
The Permanent Building Fund receives revenue from a \$10 income tax filing fee, portions of the cigarette, beer and sales taxes, half of the lottery dividends, Capitol Mall parking receipts, interest from the Budget Stabilization Fund, periodic transfers from the General Fund, and, on occasion, other miscellaneous sources. It also retains any interest earned on the money in the Fund.

Building Fund Advisory Council Agency Profile

Analyst: Milstead

Permanent Building Fund Advisory Council (PBFAC) Organizational Chart

- No FTP are included in the Permanent Building Fund budget.
- Employees of the Division of Public Works, Department of Administration, serve the PBFAC.



Section 57-1108, Idaho Code The permanent building fund is hereby created and established in the state treasury to which shall be deposited all revenues derived from taxes imposed and transfers authorized pursuant to the provisions of this act. All moneys now or hereafter in the permanent building fund are hereby dedicated for the purpose of building needed structures, renovations, repairs to and remodeling of existing structures at the several state institutions and for the several agencies of state government. The state treasurer shall invest the idle moneys in the fund, and the interest earned on such investments shall be retained by the fund.

Building Fund Advisory Council

Agency Profile

Analyst: Milstead

FY 2006 Permanent Building Fund Comparison

	Agency Request	PBFAC Recomm.	Governor's Recomm.
REVENUES:			
Beginning Balance	\$ 2,222,000	\$ 2,222,000	\$ 2,222,000
General Fund Transfer	\$ -	\$ -	
Income Tax Filing Fee - \$10 Head Tax	\$ 5,893,100	\$ 5,893,100	\$ 5,887,300
Cigarette Tax	\$ 6,348,500	\$ 6,348,500	\$ 6,592,700
Beer Tax	\$ 1,474,500	\$ 1,474,500	\$ 1,474,500
Sales Tax	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
Lottery Dividends	\$ 11,500,000	\$ 11,500,000	\$ 11,500,000
Capitol Mall Parking Receipts	\$ 120,000	\$ 120,000	\$ 120,000
Budget Stabilization Fund Interest	\$ 681,600	\$ 681,600	\$ 681,600
Permanent Building Fund Interest	\$ 408,500	\$ 408,500	\$ 421,200
Cigarette Tax Redirection			\$ 19,979,300
Reappropriation	\$ -	\$ -	\$ -
TOTAL REVENUE	\$ 31,426,200	\$ 31,426,200	\$ 51,656,600
TOTAL FUNDS AVAILABLE	\$ 33,648,200	\$ 33,648,200	\$ 53,878,600
EXPENDITURES:			
Dept of Administration Operating Budget:			
Division of Public Works	\$ 2,148,300	\$ 2,148,300	\$ 2,161,000
Bond Payments	\$ 8,849,400	\$ 8,849,400	\$ 16,514,400
Sub-total Admin Operating Budget	\$ 10,997,700	\$ 10,997,700	\$ 18,675,400
SUB-TOTAL AVAILABLE REVENUES	\$ 22,650,500	\$ 22,650,500	\$ 35,203,200
Alteration, Maintenance & Repair Projects:			
Alt. & Rep.--includes deferred proj.	\$ 45,884,800	\$ 14,130,500	\$ 20,000,000
Asbestos Abatement	\$ 906,800	\$ 400,000	\$ 400,000
Underground Storage Tanks	\$ -	\$ -	\$ -
ADA Compliance	\$ 2,580,000	\$ 800,000	\$ 800,000
Building Demolition	\$ 1,042,000	\$ -	\$ -
Capitol Mall Maintenance	\$ 108,000	\$ 120,000	\$ 120,000
Sub-total Alterations & Repairs	\$ 50,521,600	\$ 15,450,500	\$ 21,320,000
Capital Construction Projects:			
1. Blind Comm.--Renovation	\$ 4,250,000	\$ 2,200,000	\$ 2,200,000
2. Capitol Annex	\$ 5,148,000	\$ 5,000,000	\$ -
3. Capitol Mall Renovation Package	\$ -	\$ -	\$ 5,500,000
4. Idaho History Center, Phase 3	\$ -	\$ -	\$ 450,000
5. Ponderosa Park--Operations Ctr.	\$ -	\$ -	\$ 5,733,200
3. All Other Capital Requests	\$ 311,987,677	\$ -	\$ -
Sub-total Capital Projects	\$ 321,385,677	\$ 7,200,000	\$ 13,883,200
TOTAL	\$ 371,907,277	\$ 22,650,500	\$ 35,203,200

Building Fund Advisory Council

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	0	21,337,700	0.00	0	21,337,700
Reappropriations	0.00	0	3,498,100	0.00	0	3,498,100
Other Approp Adjustments	0.00	0	20,440,000	0.00	0	20,440,000
FY 2005 Total Appropriation	0.00	0	45,275,800	0.00	0	45,275,800
Removal of One-Time Expenditures	0.00	0	(45,275,800)	0.00	0	(45,275,800)
FY 2006 Base	0.00	0	0	0.00	0	0
Replacement Items	0.00	0	15,450,000	0.00	0	21,320,000
FY 2006 Program Maintenance	0.00	0	15,450,000	0.00	0	21,320,000
1. Blind Commission Renovation	0.00	0	2,200,000	0.00	0	2,200,000
2. Capitol Annex	0.00	0	5,000,000	0.00	0	0
3. Capitol Mall Renovation Package	0.00	0	0	0.00	0	5,500,000
4. Idaho Hist. Ctr., Phase 3	0.00	0	0	0.00	0	450,000
5. Ponderosa Park-Operations Ctr.	0.00	0	0	0.00	0	5,733,200
FY 2006 Total	0.00	0	22,650,000	0.00	0	35,203,200
Change from Original Appropriation	0.00	0	1,312,300	0.00	0	13,865,500
% Change from Original Appropriation			6.2%			65.0%

Building Fund Advisory Council

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	0.00	0	21,337,700	0	21,337,700
Reappropriations					
Reflects spending authority approved for prior years and carried over into fiscal year 2005.					
Agency Request	0.00	0	3,498,100	0	3,498,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>3,498,100</i>	<i>0</i>	<i>3,498,100</i>
Other Approp Adjustments					
Reflects spending authority approved for prior years and carried over into fiscal year 2005.					
Agency Request	0.00	0	20,440,000	0	20,440,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>20,440,000</i>	<i>0</i>	<i>20,440,000</i>
FY 2005 Total Appropriation					
Agency Request	0.00	0	45,275,800	0	45,275,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>45,275,800</i>	<i>0</i>	<i>45,275,800</i>
Removal of One-Time Expenditures					
Reflects the removal of spending authority accumulated from this and prior years' appropriations to restore the base to zero.					
Agency Request	0.00	0	(45,275,800)	0	(45,275,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(45,275,800)</i>	<i>0</i>	<i>(45,275,800)</i>
FY 2006 Base					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Replacement Items					
After reviewing requests from all state government agencies and entities for maintenance projects, the Advisory Council recommends funding based on the projected revenues. The Advisory Council recommends \$14,130,500 of the \$45,884,800 in non-agency funded projects requested for alteration and repair of state buildings and facilities. The Council also recommends \$800,000 of the \$2,580,000 requested for ADA compliance projects and \$400,000 of the \$906,800 requested for asbestos abatement projects and \$120,000 for capitol mall parking.					
Agency Request	0.00	0	15,450,000	0	15,450,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>21,320,000</i>	<i>0</i>	<i>21,320,000</i>
FY 2006 Program Maintenance					
Agency Request	0.00	0	15,450,000	0	15,450,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>21,320,000</i>	<i>0</i>	<i>21,320,000</i>
1. Blind Commission Renovation					
The PBFAC recommends \$2.2 million for a major renovation of the building currently occupied by the Commission for the Blind and Visually Impaired. This renovation will include major upgrades of the heating, ventilation, and air conditioning systems, fire safety systems, plumbing, electrical, elevators, and other accessibility and safety matters. The renovation will address numerous ADA-related issues. The renovation will permit the Commission to relocate students back into the dorm rooms at the Commission's facility. Largely because of health and safety concerns, students are currently housed in off-site apartments. The Commission should see a net reduction in operating expenditures due to the relocation of resident students on-site and the installation of more energy-efficient mechanical systems.					
Agency Request	0.00	0	2,200,000	0	2,200,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,200,000</i>	<i>0</i>	<i>2,200,000</i>

Building Fund Advisory Council

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Capitol Annex

The PBFAC recommends \$5 million toward the plan design and conversion of the Capitol Annex (the old Ada County Courthouse). This project will convert the existing structure into a facility providing expanded legislative committee space and large hearing rooms to meet growing needs for public access and security. The project will also provide additional offices to relocate legislative staff out of the statehouse. The finished project will result in a facility with between 81,300 to 90,300 square feet of usable space. The estimated total cost for the project is \$20.59 million. The PBFAC approved virtually all of the \$5.1 million requested as a means to begin the project.

The Council made no funding recommendation regarding the balance of the project, estimated at \$15.59 million. The Council stated, however, that in the event the Legislature authorize bonding for the remainder of the project and that bond payments were to be made from the Permanent Building Fund, the Legislature should repay any Permanent Building Fund money that might be used as bond payments to finance the balance of the project. Also, in the event the Legislature takes no action in regard to the project, the Council stated it would expect the \$5 million be returned to the PBF.

Agency Request	0.00	0	5,000,000	0	5,000,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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3. Capitol Mall Renovation Package

Agency Request	0.00	0	0	0	0
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This provides funding authority for the design of a multi-year renovation package for the Capitol Mall. This includes renovation and repair of the Capitol Building as well as the Capitol Annex. The funding for this enhancement will come from tobacco tax proceeds. The remaining funds for this project will be provided by bonds issued by the Idaho State Building Authority.

Governor's Recommendation	0.00	0	5,500,000	0	5,500,000
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4. Idaho Hist. Ctr., Phase 3

Agency Request	0.00	0	0	0	0
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This provides funds for design of the third phase of a facility that will house the Idaho State Historical Society administrative offices, historical library and archives to accommodate additional archival storage and processing of state government records.

Governor's Recommendation	0.00	0	450,000	0	450,000
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5. Ponderosa Park-Operations Ctr.

Agency Request	0.00	0	0	0	0
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This provides one-time funding for a new regional operations center in Ponderosa Park. The Legislature appropriated General Fund money in the 2001 session to acquire holdings within Ponderosa State Park. The site now needs to be developed with facilities that will meet public demand.

Governor's Recommendation	0.00	0	5,733,200	0	5,733,200
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FY 2006 Total					
Agency Request	0.00	0	22,650,000	0	22,650,000
Governor's Recommendation	0.00	0	35,203,200	0	35,203,200

Agency Request

Change from Original App	0.00	0	1,312,300	0	1,312,300
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% Change from Original App			6.2%		6.2%
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Governor's Recommendation

Change from Original App	0.00	0	13,865,500	0	13,865,500
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% Change from Original App			65.0%		65.0%
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Capitol Commission

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	28,897,300	124,500	2,135,800	131,500	130,200
Percent Change:		(99.6%)	1,615.5%	(93.8%)	(93.9%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	49,300	4,900	31,600	32,900	32,900
Operating Expenditures	264,600	84,600	97,300	98,600	97,300
Capital Outlay	28,583,400	35,000	2,006,900	0	0
Total:	28,897,300	124,500	2,135,800	131,500	130,200
Full-Time Positions (FTP)	0.50	0.50	0.10	0.10	0.10

Division Description

The Capitol Commission's mission is to oversee all renovation and restoration efforts of the Capitol building and grounds. This includes selecting an Architect of the Capitol, developing a Master Plan addressing the building, maintaining its furnishings and grounds, and overseeing any modification to the physical structure of the building.

Capitol Commission

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.10	0	2,135,800	0.10	0	2,135,800
Reappropriations	0.00	0	28,630,200	0.00	0	28,630,200
HB 805 One-time 1% Salary Increase	0.00	0	200	0.00	0	200
Governor's Rescission	0.00	0	0	0.00	0	(200)
FY 2005 Total Appropriation	0.10	0	30,766,200	0.10	0	30,766,000
Removal of One-Time Expenditures	0.00	0	(30,637,300)	0.00	0	(30,637,100)
FY 2006 Base	0.10	0	128,900	0.10	0	128,900
Inflationary Adjustments	0.00	0	1,300	0.00	0	0
Change in Employee Compensation	0.00	0	100	0.00	0	100
27th Payroll	0.00	0	1,200	0.00	0	1,200
FY 2006 Total	0.10	0	131,500	0.10	0	130,200
Change from Original Appropriation	0.00	0	(2,004,300)	0.00	0	(2,005,600)
% Change from Original Appropriation			(93.8%)			(93.9%)

Capitol Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.10	0	2,135,800	0	2,135,800

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization. Few appropriations receive reappropriation authority. [Analyst Note: This reflects the final year of \$28.5 million in carry-over authorized by H.B. 344 during the 2001 Legislative Session. The carry-over was authorized to help with construction related to the Capitol restoration plan].

Agency Request	0.00	0	28,630,200	0	28,630,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>28,630,200</i>	<i>0</i>	<i>28,630,200</i>

HB 805 One-time 1% Salary Increase

Reflects the one-time salary increase authorized by HB805.

Agency Request	0.00	0	200	0	200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>200</i>	<i>0</i>	<i>200</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(200)</i>	<i>0</i>	<i>(200)</i>
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FY 2005 Total Appropriation					
Agency Request	0.10	0	30,766,200	0	30,766,200
<i>Governor's Recommendation</i>	<i>0.10</i>	<i>0</i>	<i>30,766,000</i>	<i>0</i>	<i>30,766,000</i>

Removal of One-Time Expenditures

Reflects the removal of one-time expenditures for the Capitol Rotunda Skylight Replacement (\$988,900) and the Capitol Building Exterior Stone Repairs (\$1,018,000). Also includes the removal of reappropriated spending authority and the removal of the one-time salary increase.

Agency Request	0.00	0	(30,637,300)	0	(30,637,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(30,637,100)</i>	<i>0</i>	<i>(30,637,100)</i>

FY 2006 Base					
Agency Request	0.10	0	128,900	0	128,900
<i>Governor's Recommendation</i>	<i>0.10</i>	<i>0</i>	<i>128,900</i>	<i>0</i>	<i>128,900</i>

Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	0	1,300	0	1,300
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	100	0	100
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>100</i>	<i>0</i>	<i>100</i>
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Capitol Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	1,200	0	1,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,200</i>	<i>0</i>	<i>1,200</i>
FY 2006 Total					
Agency Request	0.10	0	131,500	0	131,500
<i>Governor's Recommendation</i>	<i>0.10</i>	<i>0</i>	<i>130,200</i>	<i>0</i>	<i>130,200</i>
Agency Request					
Change from Original App	0.00	0	(2,004,300)	0	(2,004,300)
% Change from Original App	0.0%		(93.8%)		(93.8%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>(2,005,600)</i>	<i>0</i>	<i>(2,005,600)</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>(93.9%)</i>		<i>(93.9%)</i>

Attorney General

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
State Legal Services	13,719,900	13,517,900	14,242,700	17,557,500	14,982,200
Special Litigation	1,354,300	137,300	951,600	951,600	951,600
Total:	15,074,200	13,655,200	15,194,300	18,509,100	15,933,800
BY FUND CATEGORY					
General	14,294,100	13,078,100	15,042,200	18,352,600	15,778,400
Dedicated	780,100	577,100	152,100	156,500	155,400
Total:	15,074,200	13,655,200	15,194,300	18,509,100	15,933,800
Percent Change:		(9.4%)	11.3%	21.8%	4.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	12,976,800	12,698,700	13,505,800	16,452,700	14,245,900
Operating Expenditures	2,097,400	841,100	1,688,500	1,894,200	1,687,900
Capital Outlay	0	115,400	0	162,200	0
Total:	15,074,200	13,655,200	15,194,300	18,509,100	15,933,800
Full-Time Positions (FTP)	177.65	177.65	178.65	185.65	178.65

Department Description

The Attorney General is an elected constitutional official who serves as the state's chief legal officer. The responsibilities of the office are executed by seven separate divisions budgeted in two different programs.

STATE LEGAL SERVICES:

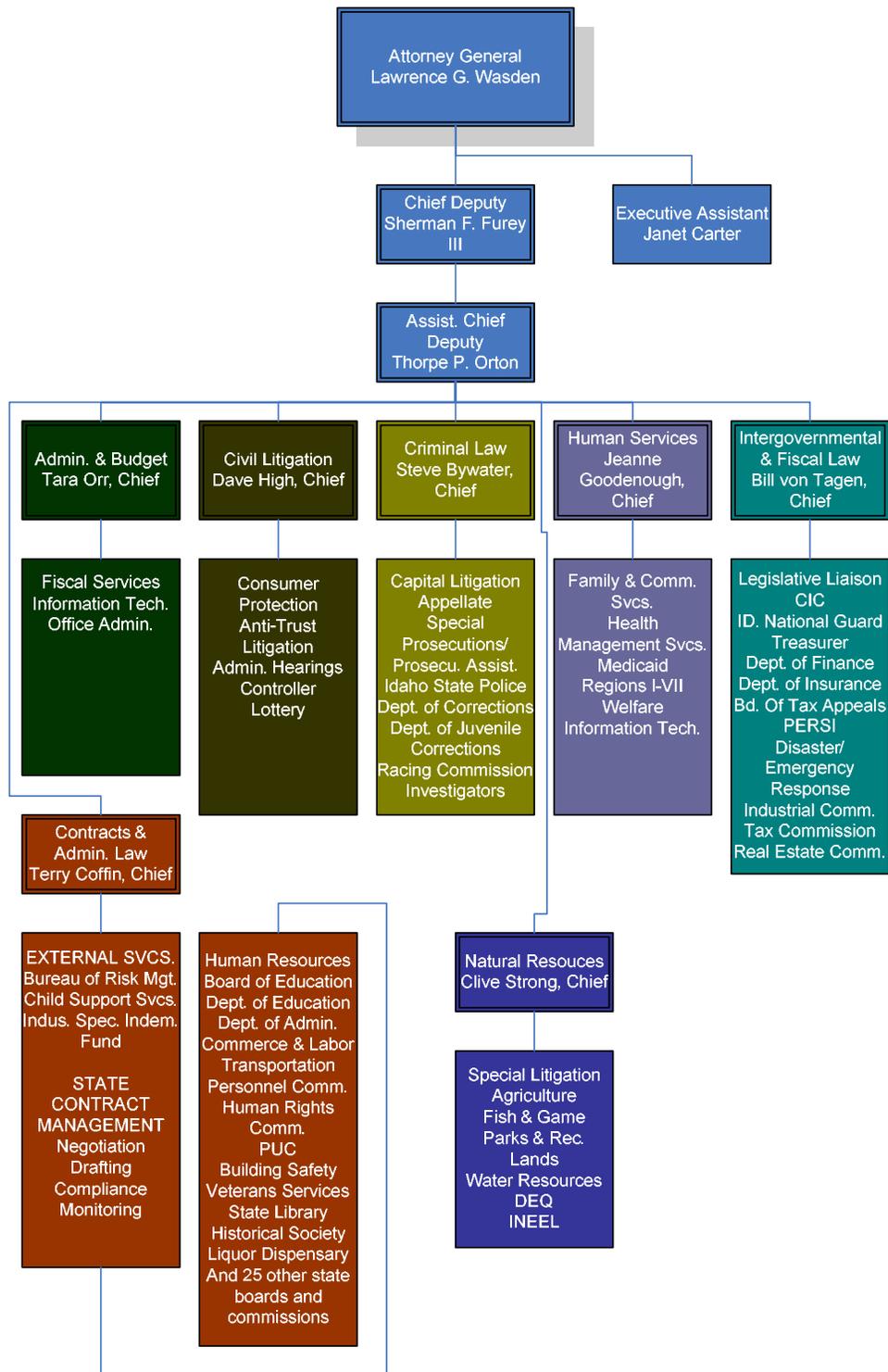
1. Civil Litigation: Provides centralized civil litigation advice and representation in cases for all state agencies, and defends the state in tort claims, actions against the judiciary, employment claims against state agencies, and actions against the Legislature. The Consumer Protection Unit enforces Idaho's consumer protection, telephone solicitation, charitable solicitation, and pay-per-telephone call statutes, as well as other laws.
2. Contracts and Administrative Law: Manages outside legal contracts for the Bureau of Risk Management, the State Insurance Fund, the Bureau of Child Support, and the Industrial Special Indemnity Fund, including assignment of cases to outside legal counsel, monitoring and supervision of cases, and review and approval of attorney billings.
3. Criminal Law: Represents the state in criminal appeals before the Idaho Supreme Court, the Idaho Court of Appeals, and in death penalty appeals in state or federal courts. Provides prosecutorial assistance statewide to counties, and provides state assistance through the complex (white-collar crime) Criminal Investigations Unit to local agencies.
4. Human Services: Provides legal service to the Department of Health & Welfare.
5. Intergovernmental & Fiscal Law: Provides legal advice to the Secretary of State and the State Treasurer, counties, cities, and special districts in the state. Provides legal representation to several state agencies.
6. Natural Resources: Provides legal services to the natural resources agencies, and represents the State of Idaho in current endangered species litigation, Snake River Adjudication, and the remediation of Triumph Mine.
7. Administration & Budget: The Administration and Budget Division is responsible for providing support services to the Office of Attorney General. Accounting services provided include payroll, accounts payable and accounts receivable. The division prepares the annual budget request and manages the day-to-day expenditure of funds in accordance with established fiscal and accounting standards. Computer and communication services include management of the office computer and telephone systems.

SPECIAL LITIGATION PROGRAM: Funds are used to engage private legal representation when required due to ethical conflict between governmental entities, hire technical experts when the Attorney General's staff does not have the necessary expertise, and cover the cost of extraordinary unanticipated litigation.

Attorney General Agency Profile

Analyst: Burns

Organizational Chart



Attorney General Agency Profile

Analyst: Burns

Sources of Funds

	FY 2004 <u>Actual</u>	Percent <u>of Total</u>	FY 2005 <u>Estimate</u>	FY 2006 <u>Request</u>
1. General Fund (0001-00)	13,078,100	96%	16,115,100	18,352,600

The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund." The fund sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

2. Consumer Protection Fund (0349-04)	577,100	4%	152,600	156,500
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Penalties, costs and fees recovered by the Attorney General. At the beginning of each fiscal year any cash in excess of 150% of the current year's appropriation is deposited into the state General Fund.

Total	13,655,200	100%	16,267,700	18,509,100
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Attorney General Agency Profile

Analyst: Burns

Special Litigation Summary

	FY 2004 Actual	Total
SPECIAL LITIGATION REVENUE		3,239,910.23
Beginning Appropriation Balance	951,600.00	
FY 2003 Reappropriation	402,721.92	
FY 2002 Encumbrance	1,885,588.31	
GENERAL LITIGATION EXPENSES BY CASE		85,614.56
05000 Special Litigation One-Time Charges	1,232.91	
05001 U.S. v. Oregon	7,672.81	
05015 State v. Deborah Bail	14,840.12	
05016 PEA v. Wasden	105.60	
05017 Public Schools ISEEO	8,772.60	
05019 Child Sex Abuse Cases	16,000.00	
05020 Tobacco	258.31	
05024 Big Bucks Bingo	734.38	
05025 General Fire & Casualty v. State of Idaho	16,182.70	
05036 Indian Gaming 2002 Initiative	15,155.35	
05070 Planned Parenthood v. Lance	4,659.78	
NATURAL RESOURCES LITIGATION BY CASE		29,084.73
05014 State v. Blackbird Mine	4,762.83	
05026 Defenders of Wildlife v. USFS/Norton	37.70	
05027 Endangered Species	3,241.19	
05030 ICL v. State Priest Lake	2,787.89	
05033 CDA Tribe Claims	1,176.02	
05042 Lemhi Conservation	259.00	
05045 Natural Resources Interim Comm ESPA	521.53	
05046 Triumph Mine	63.00	
05062 Quiet Title	4,228.64	
05064 Grizzly Bear	10,732.40	
05065 Hydropower Relicensing	322.78	
05069 State v. USFS Roadless	951.75	
SNAKE RIVER BASIN ADJUDICATION		35,577.55
05004 SRBA General Expenses	5,329.55	
05005 SRBA Subcases	212.85	
05200 SRBA Forest Service	17,907.77	
05201 SRBA Tribal Claims	12,077.38	
05202 SRBA Deer Flat Claims	50.00	
DEATH PENALTY LITIGATION EXPENSES BY CASE	621.34	621.00
Special Litigation Balance		3,089,012.39

Attorney General

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	178.65	15,042,200	15,194,300	178.65	15,042,200	15,194,300
Reappropriations	0.00	951,600	951,600	0.00	951,600	951,600
HB 805 One-time 1% Salary Increase	0.00	121,300	121,800	0.00	121,300	121,800
Governor's Rescission	0.00	0	0	0.00	(18,300)	(18,500)
FY 2005 Total Appropriation	178.65	16,115,100	16,267,700	178.65	16,096,800	16,249,200
Removal of One-Time Expenditures	0.00	(1,072,900)	(1,073,400)	0.00	(1,060,900)	(1,061,200)
Base Adjustments	0.00	0	0	0.00	6,300	6,300
FY 2006 Base	178.65	15,042,200	15,194,300	178.65	15,042,200	15,194,300
Benefit Costs	0.00	181,300	181,300	0.00	140,300	140,300
Inflationary Adjustments	0.00	8,200	9,300	0.00	0	0
Replacement Items	0.00	175,400	175,400	0.00	0	0
Nonstandard Adjustments	0.00	(600)	(600)	0.00	(600)	(600)
Change in Employee Compensation	0.00	124,200	124,900	0.00	124,200	124,900
27th Payroll	0.00	472,300	474,900	0.00	472,300	474,900
FY 2006 Program Maintenance	178.65	16,003,000	16,159,500	178.65	15,778,400	15,933,800
1. Market Parity Adjustment	0.00	1,737,500	1,737,500	0.00	0	0
2. Administration/Budget Division Staffing	1.00	66,500	66,500	0.00	0	0
3. Human Services Division Staffing	1.00	71,900	71,900	0.00	0	0
4. Criminal Law Division Staffing	1.00	109,800	109,800	0.00	0	0
5. Contracts & Administrative Law Staffing	1.00	87,600	87,600	0.00	0	0
6. Criminal Law Division Staffing	1.00	69,300	69,300	0.00	0	0
7. Civil Litigation Division Staffing	2.00	53,000	53,000	0.00	0	0
8. Criminal Docketing System	0.00	15,000	15,000	0.00	0	0
9. Civil Litigation System	0.00	10,000	10,000	0.00	0	0
10. Case Management System	0.00	122,000	122,000	0.00	0	0
11. Additional Capital Outlay	0.00	7,000	7,000	0.00	0	0
12. Carryover Authority	0.00	0	0	0.00	0	0
FY 2006 Total	185.65	18,352,600	18,509,100	178.65	15,778,400	15,933,800
Change from Original Appropriation	7.00	3,310,400	3,314,800	0.00	736,200	739,500
% Change from Original Appropriation		22.0%	21.8%		4.9%	4.9%

Attorney General

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	178.65	15,042,200	152,100	0	15,194,300

Reappropriations

Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority. This reappropriation was authorized for General Funds supporting Special Litigation.

Agency Request	0.00	951,600	0	0	951,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>951,600</i>	<i>0</i>	<i>0</i>	<i>951,600</i>

HB 805 One-time 1% Salary Increase

Agency Request	0.00	121,300	500	0	121,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>121,300</i>	<i>500</i>	<i>0</i>	<i>121,800</i>

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(18,300)</i>	<i>(200)</i>	<i>0</i>	<i>(18,500)</i>
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FY 2005 Total Appropriation					
Agency Request	178.65	16,115,100	152,600	0	16,267,700
<i>Governor's Recommendation</i>	<i>178.65</i>	<i>16,096,800</i>	<i>152,400</i>	<i>0</i>	<i>16,249,200</i>

Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	0.00	(1,072,900)	(500)	0	(1,073,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,060,900)</i>	<i>(300)</i>	<i>0</i>	<i>(1,061,200)</i>

Base Adjustments

Agency Request	0.00	0	0	0	0
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Restore risk management rescission to the base.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,300</i>	<i>0</i>	<i>0</i>	<i>6,300</i>
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FY 2006 Base					
Agency Request	178.65	15,042,200	152,100	0	15,194,300
<i>Governor's Recommendation</i>	<i>178.65</i>	<i>15,042,200</i>	<i>152,100</i>	<i>0</i>	<i>15,194,300</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	181,300	0	0	181,300
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>140,300</i>	<i>0</i>	<i>0</i>	<i>140,300</i>
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Attorney General

Analyst: Burns

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures.

Agency Request	0.00	8,200	1,100	0	9,300
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

Includes \$52,000 for software upgrades, \$49,700 for 37 computer workstations, \$9,000 for eight printers, \$7,000 for 4 laptops, \$9,600 for 3 servers, \$16,000 for 2 photocopiers, \$25,000 for 2 vehicles, \$4,000 for 10 executive chairs, \$1,000 for a digital camera, and \$2,100 for tape dubbing equipment.

Agency Request	0.00	175,400	0	0	175,400
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are reduced by \$2,000, State Treasurer fees are increased by \$200, and State Controller fees are increased by \$1,200.

Agency Request	0.00	(600)	0	0	(600)
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Governor's Recommendation	0.00	(600)	0	0	(600)
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	124,200	700	0	124,900
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Governor's Recommendation	0.00	124,200	700	0	124,900
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	472,300	2,600	0	474,900
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Governor's Recommendation	0.00	472,300	2,600	0	474,900
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FY 2006 Program Maintenance

Agency Request	178.65	16,003,000	156,500	0	16,159,500
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Governor's Recommendation	178.65	15,778,400	155,400	0	15,933,800
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1. Market Parity Adjustment

State Legal Services

Currently, Deputy Attorney General salaries are, on average, 22.3% below those with comparable experience employed by local private firms, and 16.4% below salaries paid by the Ada County Prosecutor's Office. Likewise, legal secretaries fall 11.7% below the local market. Funding is requested to bring the Office of the Attorney General salaries to the market average.

Agency Request	0.00	1,737,500	0	0	1,737,500
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The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.

Governor's Recommendation	0.00	0	0	0	0
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Attorney General

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Administration/Budget Division Staffing					State Legal Services
<p>The Office of the Attorney General has one staff member that provides support to 94 computer users. As a result, the IT Manager, who is responsible for server and network support, is constantly diverted to help provide desktop support. Demand for support services also continues to increase as more technology is brought into the office. In addition, case and document management solutions, integration with the courts, and web-based services are just a few of the areas adding pressures to IT staff workload. Funding is requested for an Information Technology Desktop Support Technician to help with these increasing demands.</p>					
Agency Request	1.00	66,500	0	0	66,500
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
3. Human Services Division Staffing					State Legal Services
<p>Over the years, the Department of Health and Welfare has utilized one Deputy Attorney General to administer the Medicaid Estate Recovery program. During fiscal year 2004 alone, this program collected \$5.6 million in receipts. The department has recently consolidated nursing home eligibility program functions into their Lewiston Office. One result of this consolidation effort is that they are now getting very reliable data on those clients with real property, who are entering nursing homes. Additionally, the Estate Recovery caseload has been climbing dramatically for several years, resulting in more estate claims, more litigation, and more recoveries. Funding is requested to add one additional Deputy Attorney General for this effort.</p>					
Agency Request	1.00	71,900	0	0	71,900
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature. However, it should be noted that he does recommend \$71,900 (General Fund) in the Department of Health and Welfare for this purpose.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
4. Criminal Law Division Staffing					State Legal Services
<p>Insurance fraud is a crime that impacts everyone by increasing the cost of insurance premiums and related goods and services. Currently, prosecution of insurance fraud is limited due to a lack of expertise and resources. Funding is requested to add one Deputy Attorney General to help alleviate this problem.</p>					
Agency Request	1.00	109,800	0	0	109,800
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature. However, it should be noted that he does recommend \$109,800 (Dedicated Fund) in the Department of Insurance for this purpose.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
5. Contracts & Administrative Law Staffing					State Legal Services
<p>Provides one Deputy Attorney General for the State Board of Education to respond to increased workload generated by the increase in the number of charter schools in Idaho, implementation of the federal No Child Left Behind Act, creation of a Charter School Commission as required by the Legislature, increased oversight of the state's universities, and exit testing for high school students.</p>					
Agency Request	1.00	87,600	0	0	87,600
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.</i></p>					
Governor's Recommendation	0.00	0	0	0	0

Attorney General

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. Criminal Law Division Staffing					State Legal Services
<p>Over the years, the number of deputies assigned to the Idaho State Police has been reduced from four to two. Workloads were reduced as a result of court cases making civil forfeitures of real and personal property in connection with convictions for illegal drug uses and trafficking unconstitutional. The courts have since reversed those decisions. In addition, administrative proceedings against violators of alcohol beverage control laws have been brought into conformance with the Idaho Rules of Administrative Procedures of the Attorney General. This includes research and review of investigative reports, related criminal court proceedings, and other relevant information to draft complaints and engage in discovery. Funding is requested to add an additional Deputy Attorney General to cover the increased workload.</p>					
Agency Request	1.00	69,300	0	0	69,300
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature. However, it should be noted that he does recommend \$69,300 (General Fund) in the Idaho State Police for this purpose.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
7. Civil Litigation Division Staffing					State Legal Services
<p>Funding is requested to replace four part-time positions with two new full-time staff to alleviate problems associated with high turnover, including inconsistencies in work product, and a large investment in training. One receptionist would be added to provide full-time coverage for office reception, and one office assistant would be added to handle functions like photocopying, court filings, and courier services.</p>					
Agency Request	2.00	53,000	0	0	53,000
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
8. Criminal Docketing System					State Legal Services
<p>Funding is requested to upgrade the Criminal Law Docketing System for the Criminal Appellate Unit to track files, court hearings, and deadlines. The current system does not allow for pulling status reports on active cases, closed cases, disposition of case files, types of offenses by year, number of cases per attorney, and the counties in which cases are prosecuted. It also does not allow for easily locating archived files for probation, parole violations, or prison releases.</p>					
Agency Request	0.00	15,000	0	0	15,000
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
9. Civil Litigation System					State Legal Services
<p>The Civil Litigation Division maintains a record tracking system that is primarily utilized by the Consumer Protection Unit. The database houses consumer complaint records, enforcement information, and restitution amounts collected on behalf of Idaho consumers. Funding is requested to update and enhance the system to provide a more accurate picture of a business's activities for enforcement personnel, as well as, to enhance the efficiency of reporting capabilities.</p>					
Agency Request	0.00	10,000	0	0	10,000
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
10. Case Management System					State Legal Services
<p>Funding is requested to implement an automated system for managing case related information. Case management software performs several critical functions to assist in tracking and allocating staff resources and correspondence, provides secure document management, production of status reports, and provides a means of ensuring that litigation deadlines are met.</p>					
Agency Request	0.00	122,000	0	0	122,000
<p><i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.</i></p>					
Governor's Recommendation	0.00	0	0	0	0

Attorney General

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
11. Additional Capital Outlay					State Legal Services
Includes funding for court presentation equipment, and a high-speed scanner and fax machine.					
Agency Request	0.00	7,000	0	0	7,000
<i>The Governor did not choose to recommend this enhancement, but rather defers action to the Legislature.</i>					
Governor's Recommendation	0.00	0	0	0	0
12. Carryover Authority					Special Litigation
The Office of the Attorney General is requesting carryover authority from FY 2005 into FY 2006 for the Special Litigation program.					
Agency Request	0.00	0	0	0	0
<i>The Governor chooses not to recommend enhancements, but rather defers action to the Legislature.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	185.65	18,352,600	156,500	0	18,509,100
Governor's Recommendation	178.65	15,778,400	155,400	0	15,933,800
Agency Request					
Change from Original App	7.00	3,310,400	4,400	0	3,314,800
% Change from Original App	3.9%	22.0%	2.9%		21.8%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	736,200	3,300	0	739,500
% Change from Original App	0.0%	4.9%	2.2%		4.9%

State Controller

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration	461,500	446,900	460,100	489,500	480,000
Statewide Accounting	2,572,100	2,510,200	2,612,300	2,823,300	2,690,400
Statewide Payroll	2,022,000	2,018,700	2,041,000	2,233,300	2,107,100
Computer Center	7,565,000	6,302,200	5,957,200	6,398,700	6,188,800
Total:	12,620,600	11,278,000	11,070,600	11,944,800	11,466,300
BY FUND CATEGORY					
General	5,046,900	4,973,500	5,113,400	5,546,100	5,277,500
Dedicated	7,573,700	6,304,500	5,957,200	6,398,700	6,188,800
Total:	12,620,600	11,278,000	11,070,600	11,944,800	11,466,300
Percent Change:		(10.6%)	(1.8%)	7.9%	3.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	7,060,900	5,781,200	6,748,500	0	0
Operating Expenditures	5,236,800	4,737,300	4,322,100	0	0
Capital Outlay	322,900	759,500	0	0	0
Lump Sum	0	0	0	11,944,800	11,466,300
Total:	12,620,600	11,278,000	11,070,600	11,944,800	11,466,300
Full-Time Positions (FTP)	101.85	100.85	101.85	101.85	101.85

Department Description

The State Controller is one of seven statewide elected officials in Idaho. The State Controller's Office of the following four divisions: (1) Administration; (2) Statewide Accounting; (3) Statewide Payroll; and (4) the Computer Center.

The Division of Administration includes the State Controller and central support employees.

The Division of Statewide Accounting is responsible for maintaining the state's accounting system, referred to as STARS (STatewide Accounting and Reporting System), and preparing statewide and agency-specific financial reports.

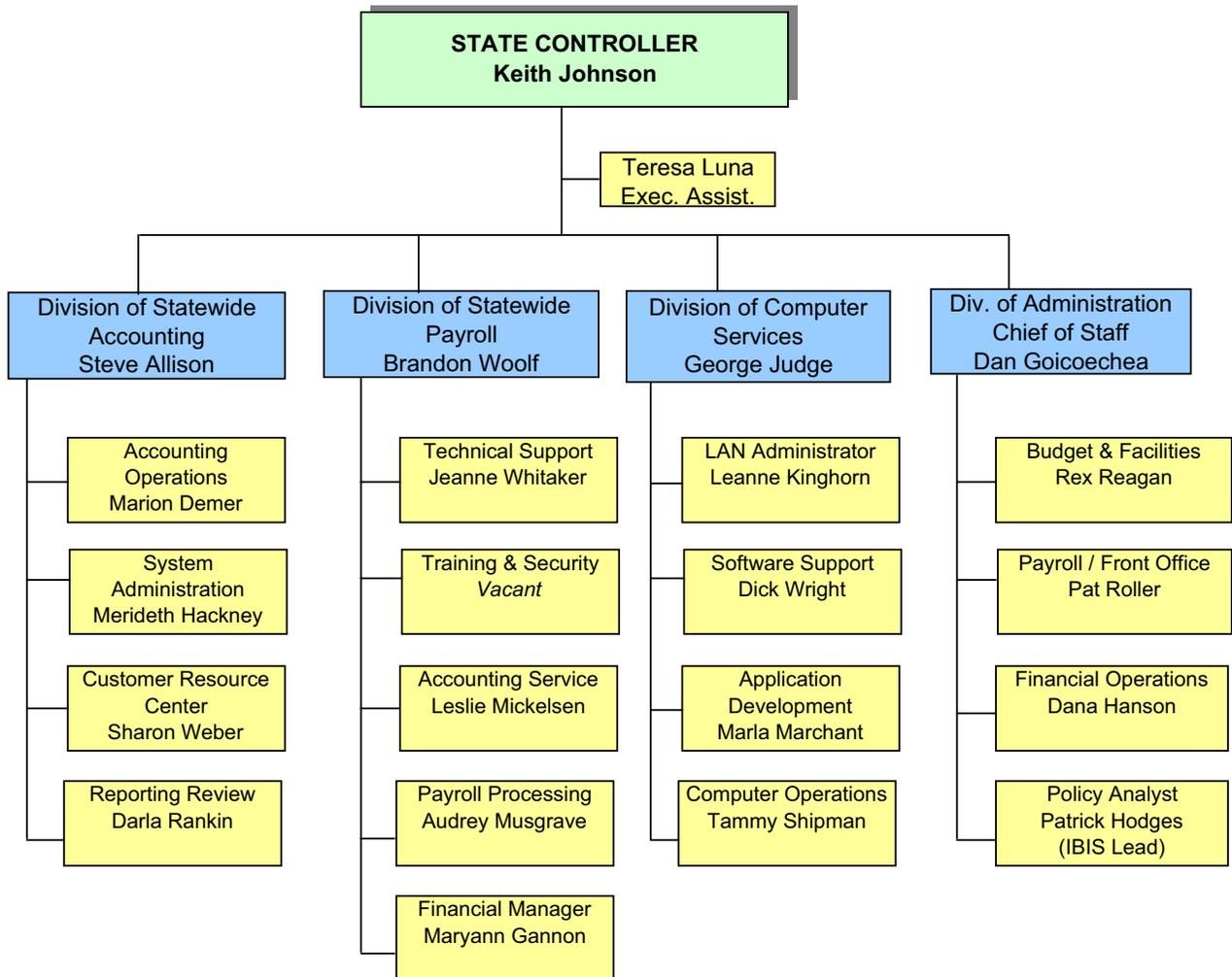
The Division of Statewide Payroll is responsible for paying and keeping personnel and payroll records for over 24,000 state employees on a bi-weekly basis. It accomplishes this through the Employee Information System (EIS), which consists of three major components: 1) Position Control; 2) Personnel; and 3) Payroll. The division is also responsible for all garnishment processing, tax reporting, interfacing with the Division of Statewide Accounting, and electronic fund transfers with major vendors associated with the payroll system.

The Computer Center maintains the state's central computer, and provides information technology services to all user state agencies.

[Statutory Authority: Idaho Code 67-1001 et seq.]

State Controller Agency Profile

Analyst: Freeman



Sources of Funds

**FY 2005
Original**

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

The State Controller's General Fund appropriation is billed to state agencies pursuant to the Statewide Cost Allocation Plan (Idaho Code §67-3531). This allows the General Fund to recover a fair portion of the cost of the State Controller's General Fund appropriation from all state agencies, including those that are funded entirely or in part with dedicated and federal funds.

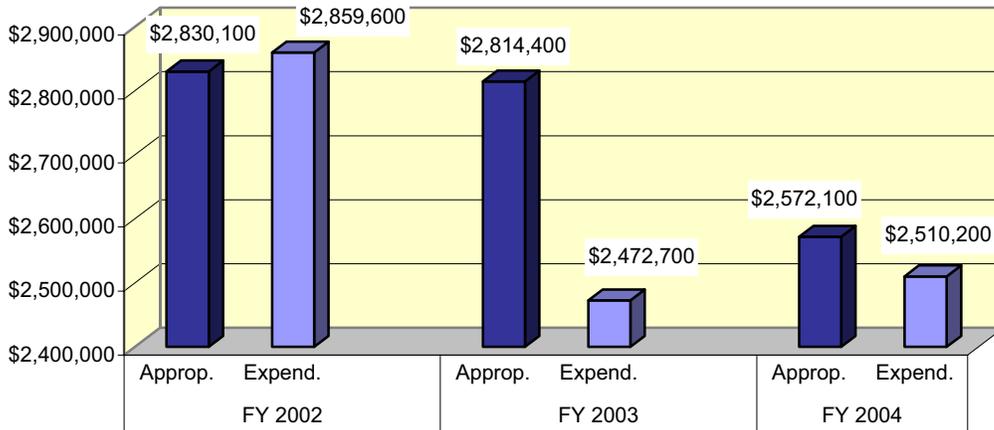
\$5,113,400

Data Processing Services (0480): Fees collected from state agencies that use the Computer Center's mainframe or programming services.

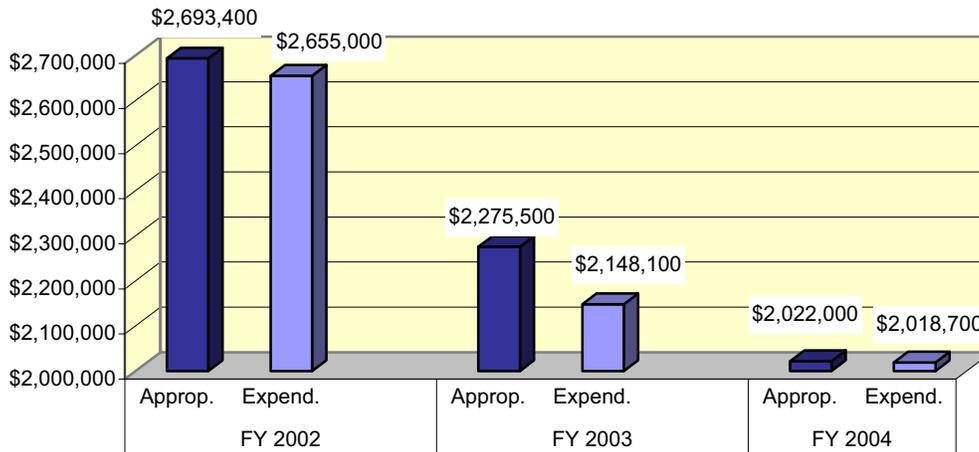
\$5,957,200
\$11,070,600

Total Appropriations & Actual Expenditures for FY 2002 - 2004

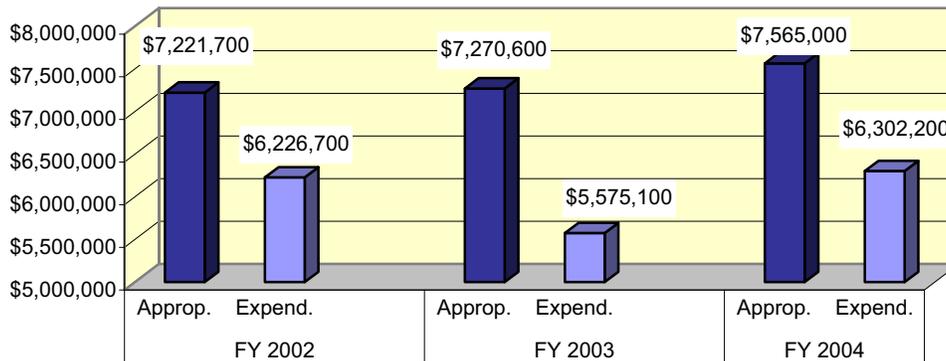
Statewide Accounting - General Funds



Statewide Payroll - General Funds



Computer Center - Dedicated Funds



State Controller

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	101.85	5,113,400	11,070,600	101.85	5,113,400	11,070,600
Reappropriations	0.00	56,900	1,319,700	0.00	56,900	1,319,700
HB 805 One-time 1% Salary Increase	0.00	23,500	55,000	0.00	23,500	55,000
1. Business Intelligence	0.00	0	0	0.00	0	666,000
Governor's Rescission	0.00	0	0	0.00	(4,300)	(5,900)
FY 2005 Total Appropriation	101.85	5,193,800	12,445,300	101.85	5,189,500	13,105,400
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	101.85	5,193,800	12,445,300	101.85	5,189,500	13,105,400
Removal of One-Time Expenditures	0.00	(80,400)	(1,374,700)	0.00	(78,400)	(2,037,100)
Base Adjustments	0.00	0	0	0.00	2,300	2,300
FY 2006 Base	101.85	5,113,400	11,070,600	101.85	5,113,400	11,070,600
Benefit Costs	0.00	44,600	96,800	0.00	34,500	74,900
Inflationary Adjustments	0.00	26,600	49,700	0.00	0	0
Replacement Items	0.00	31,900	61,800	0.00	0	29,900
Nonstandard Adjustments	0.00	(1,500)	(1,400)	0.00	(1,500)	(1,400)
Change in Employee Compensation	0.00	25,300	58,200	0.00	25,300	58,200
27th Payroll	0.00	105,800	234,100	0.00	105,800	234,100
FY 2006 Program Maintenance	101.85	5,346,100	11,569,800	101.85	5,277,500	11,466,300
1. Payroll System Programming	0.00	100,000	100,000	0.00	0	0
2. Business Intelligence	0.00	100,000	100,000	0.00	0	0
3. Business Continuity	0.00	0	175,000	0.00	0	0
Lump Sum & Carryover	0.00	0	0	0.00	0	0
FY 2006 Total	101.85	5,546,100	11,944,800	101.85	5,277,500	11,466,300
Change from Original Appropriation	0.00	432,700	874,200	0.00	164,100	395,700
% Change from Original Appropriation		8.5%	7.9%		3.2%	3.6%

State Controller

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	101.85	5,113,400	5,957,200	0	11,070,600
Reappropriations					
Agency Request	0.00	56,900	1,262,800	0	1,319,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>56,900</i>	<i>1,262,800</i>	<i>0</i>	<i>1,319,700</i>
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	23,500	31,500	0	55,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>23,500</i>	<i>31,500</i>	<i>0</i>	<i>55,000</i>
1. Business Intelligence				Computer Center	
Agency Request	0.00	0	0	0	0
<i>This FY 2005 supplemental would provide spending authority for funds obtained from state agencies for development of a Data Warehouse and Business Intelligence system.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>666,000</i>	<i>0</i>	<i>666,000</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,300)</i>	<i>(1,600)</i>	<i>0</i>	<i>(5,900)</i>
FY 2005 Total Appropriation					
Agency Request	101.85	5,193,800	7,251,500	0	12,445,300
<i>Governor's Recommendation</i>	<i>101.85</i>	<i>5,189,500</i>	<i>7,915,900</i>	<i>0</i>	<i>13,105,400</i>
Non-Cognizable Funds and Transfers					
<i>Reflects transfer of \$400 from Statewide Accounting to Administration and FTP adjustments within programs.</i>					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	101.85	5,193,800	7,251,500	0	12,445,300
<i>Governor's Recommendation</i>	<i>101.85</i>	<i>5,189,500</i>	<i>7,915,900</i>	<i>0</i>	<i>13,105,400</i>
Removal of One-Time Expenditures					
<i>Reflects removal of funding for one-time salary increase and carryover authority.</i>					
Agency Request	0.00	(80,400)	(1,294,300)	0	(1,374,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(78,400)</i>	<i>(1,958,700)</i>	<i>0</i>	<i>(2,037,100)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,300</i>	<i>0</i>	<i>0</i>	<i>2,300</i>
FY 2006 Base					
Agency Request	101.85	5,113,400	5,957,200	0	11,070,600
<i>Governor's Recommendation</i>	<i>101.85</i>	<i>5,113,400</i>	<i>5,957,200</i>	<i>0</i>	<i>11,070,600</i>

State Controller

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates and an increase in workers compensation rates.					
Agency Request	0.00	44,600	52,200	0	96,800
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
Governor's Recommendation	0.00	34,500	40,400	0	74,900
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	26,600	23,100	0	49,700
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Administration: 4 PCs (\$6,800), 1 LAN laser printer (\$1,000)					
Statewide Accounting: 7 PCs (\$11,900), 1 LAN laser printer (\$1,000)					
Statewide Payroll: 6 PCs (\$10,200), 1 LAN laser printer (\$1,000)					
Computer Service Center: 17 PCs (\$28,900), 1 LAN laser printer (\$1,000)					
Agency Request	0.00	31,900	29,900	0	61,800
<i>The Governor recommends funding replacement capital outlay in the Computer Service Center (dedicated funds).</i>					
Governor's Recommendation	0.00	0	29,900	0	29,900
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums by the Department of Administration.					
Agency Request	0.00	(1,500)	100	0	(1,400)
Governor's Recommendation	0.00	(1,500)	100	0	(1,400)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	25,300	32,900	0	58,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	25,300	32,900	0	58,200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	105,800	128,300	0	234,100
Governor's Recommendation	0.00	105,800	128,300	0	234,100
FY 2006 Program Maintenance					
Agency Request	101.85	5,346,100	6,223,700	0	11,569,800
Governor's Recommendation	101.85	5,277,500	6,188,800	0	11,466,300

State Controller

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Payroll System Programming					Statewide Payroll
<p>This enhancement would provide funding to complete the I-Time/IPOPS project begun by the State Controller's Office (SCO) several years ago. This funding will allow the SCO to continue the development of an internet-based time entry system for the state. Specifically, this will enable the completion of the third phase of the project (e.g. perform mass pay rate changes and other time saving measures) and enable employee self-service.</p>					
Agency Request	0.00	100,000	0	0	100,000
<p><i>The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
2. Business Intelligence					Statewide Accounting
<p>In the closing months of fiscal year 2004, the State Controller's Office (SCO) entered into a multi-agency agreement with 25 agencies to purchase the goods and services necessary for a data warehouse/business intelligence system. The participating agencies, together with SCO, contributed \$660,000 in one-time funds (General and dedicated) towards this Idaho Business Intelligence Solution (IBIS) project. This enhancement would provide funding for the purchase of what is known in the industry as Extraction, Transformation and Load (ETL) software. This software extracts data from STARS and EIS, transforms or cleans up the data, and then loads the data to a target data warehouse. The full cost of this ETL software is approximately \$200,000, but the difference in cost will be covered by what had been earmarked for software in the original \$660,000. A portion of the cost of this enhancement and subsequent maintenance costs of the IBIS system will be recovered via the Statewide Cost Allocation Plan, thereby reducing the total impact to the General Fund.</p>					
Agency Request	0.00	100,000	0	0	100,000
<p><i>The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
3. Business Continuity					Computer Center
<p>The strategic purpose of this request is to implement a Business Continuity plan in place of a Disaster Recovery plan. Practically, this entails \$151,000 in one-time funding for the purchase of hardware (servers, router, tape drive) and server software, and \$24,000 in ongoing costs for connectivity to the new servers at an off-site location.</p>					
Agency Request	0.00	0	175,000	0	175,000
<p><i>The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
Lump Sum & Carryover					All Programs, All Funds
<p>The State Controller requests a lump sum appropriation (removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments) and carryover authority (allows the agency to carry any unused spending authority for the current fiscal year over to the next fiscal year). Since lump sum and carryover are exceptions to the state budget laws, they require specific legislative authorization and approval (Idaho Code §67-3508(1)).</p>					
<p>The Computer Service Center (CSC), which was the only program in this budget that received carryover authority last year, carried over \$1,262,800 in spending authority into FY 2005 and ended FY 2004 with \$1,004,400 in cash.</p>					
Agency Request	0.00	0	0	0	0
<p><i>The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.</i></p>					
Governor's Recommendation	0.00	0	0	0	0

State Controller

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	101.85	5,546,100	6,398,700	0	11,944,800
<i>Governor's Recommendation</i>	<i>101.85</i>	<i>5,277,500</i>	<i>6,188,800</i>	<i>0</i>	<i>11,466,300</i>
Agency Request					
Change from Original App	0.00	432,700	441,500	0	874,200
% Change from Original App	0.0%	8.5%	7.4%		7.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>164,100</i>	<i>231,600</i>	<i>0</i>	<i>395,700</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>3.2%</i>	<i>3.9%</i>		<i>3.6%</i>

Idaho Legislative Budget Book

Executive Office of the Governor

2005 Legislative Session

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Executive Office of the Governor

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Aging, Commission on	11,389,600	11,462,500	11,979,100	13,348,100	12,586,100
Arts, Commission on the	1,489,400	1,463,400	1,552,900	1,704,700	1,582,200
Blind, Commission for the	3,585,800	3,269,600	3,659,500	4,791,400	4,064,400
Financial Management, Div of	1,999,900	1,966,100	2,056,800	2,167,400	2,160,800
Governor's Office	2,061,500	1,571,400	1,615,500	1,700,400	1,692,300
Human Resources, Division of	2,800,800	2,677,400	2,870,600	3,005,000	2,992,600
Human Rights Commission	780,500	781,700	798,300	840,500	835,900
Liquor Dispensary, State	10,598,800	10,534,800	11,339,400	12,601,000	12,529,000
Military Division	23,824,900	33,007,600	42,244,900	45,507,500	44,782,900
Pub Emp Retirement System	6,053,400	5,387,100	8,984,500	6,424,300	6,377,000
Species Conservation, Office of	2,043,900	1,175,700	2,080,100	7,119,300	7,199,400
Women's Commission	44,400	33,100	45,600	47,600	47,200
Total:	66,672,900	73,330,400	89,227,200	99,257,200	96,849,800
BY FUND CATEGORY					
General	15,875,200	15,792,200	16,245,300	19,569,300	17,826,700
Dedicated	20,252,700	19,100,700	23,886,000	22,917,300	22,777,600
Federal	30,545,000	38,437,500	49,095,900	56,770,600	56,245,500
Total:	66,672,900	73,330,400	89,227,200	99,257,200	96,849,800
Percent Change:		10.0%	21.7%	11.2%	8.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	30,898,200	30,046,900	34,351,500	37,647,600	37,291,700
Operating Expenditures	22,097,400	19,386,600	26,027,900	25,557,200	25,115,600
Capital Outlay	324,800	2,399,200	716,700	1,158,900	762,300
Trustee/Benefit	13,352,500	21,497,700	28,131,100	34,893,500	33,680,200
Total:	66,672,900	73,330,400	89,227,200	99,257,200	96,849,800
Full-Time Positions (FTP)	561.82	561.82	595.82	610.32	606.82

Department Description

Pursuant to section 20, article IV, Idaho Constitution, all executive and administrative offices, agencies, and instrumentalities of the executive department of the state, except for those assigned to the elected constitutional officers, are allocated within not more than twenty departments. The agencies in this section have been assigned to the Executive Office of the Governor, in compliance with the Idaho Constitution and section 67-2402, Idaho Code.

Commission on Aging

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	4,481,400	4,481,400	4,496,200	5,443,000	4,772,500
Dedicated	35,000	10,000	35,000	135,500	135,000
Federal	6,873,200	6,971,100	7,447,900	7,769,600	7,678,600
Total:	11,389,600	11,462,500	11,979,100	13,348,100	12,586,100
Percent Change:		0.6%	4.5%	11.4%	5.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	907,100	872,200	940,500	1,045,100	1,041,900
Operating Expenditures	328,100	289,300	368,200	441,200	437,200
Capital Outlay	0	9,700	0	1,600	0
Trustee/Benefit	10,154,400	10,291,300	10,670,400	11,860,200	11,107,000
Total:	11,389,600	11,462,500	11,979,100	13,348,100	12,586,100
Full-Time Positions (FTP)	15.00	15.00	15.00	15.00	15.00

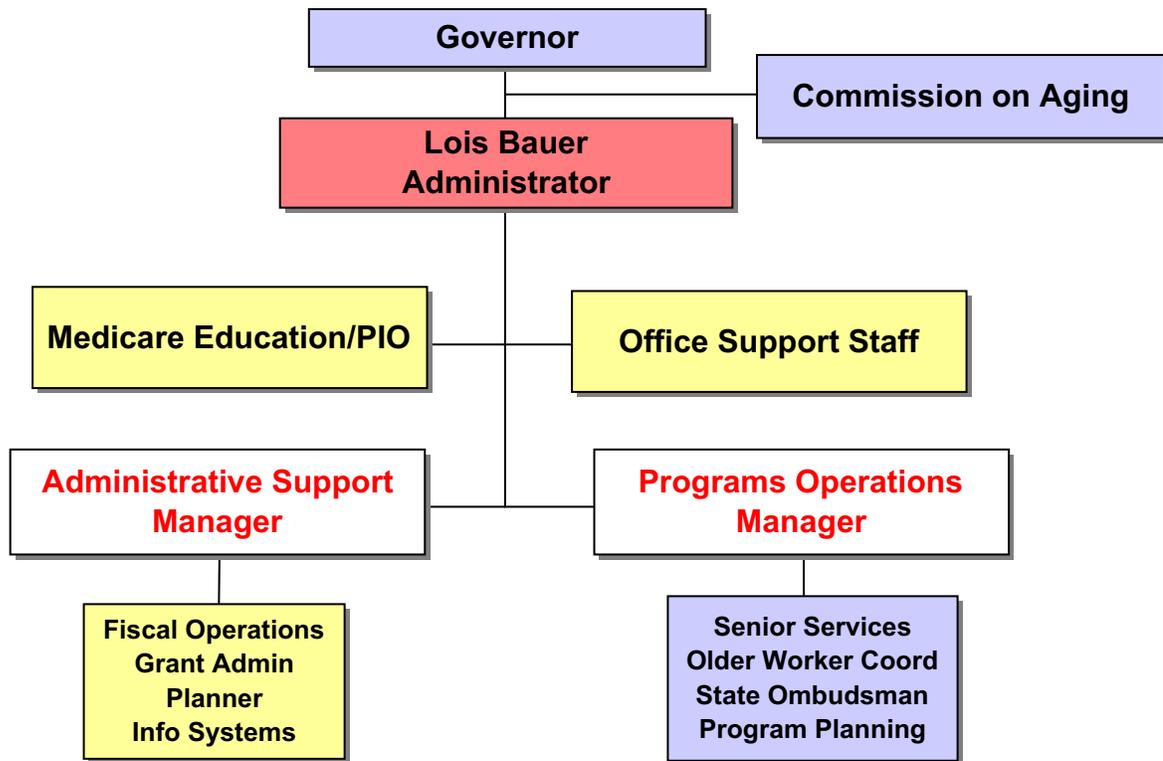
Division Description

The goal of the Commission on Aging is to improve the quality of life for older Idahoans by assisting communities in the planning, development, and implementation of in-home and community-based services; by serving as a visible advocate for the aging; and by reducing the number of elderly Idahoans placed in institutional, long-term settings. Grants are issued to area agencies in each of the state's six regions, as designated by the Commission on Aging. The area agencies either deliver the service directly or enter into contracts with senior citizen organizations and other service providers.

Commission on Aging Agency Profile

Analyst: Holland-Smith

Organizational Chart



Sources of Funds	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. General Fund (0001-00) The General Fund sources are the individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, treasurer's interest on investments of certain idle funds, and miscellaneous sources from agency receipts.	\$ 4,481,391	39.1%	\$ 4,496,200	\$ 5,443,000
2. Federal Funds (0348-00) This fund receives moneys authorized under the Olders Americans Act of 1965, the Alzheimer's Disease Demonstration Grant, and the U.S. Dept of Labor Work Force Investment Act.	\$ 6,971,148	60.8%	\$ 7,447,900	\$ 7,769,600
3. Miscellaneous Revenue Non-federal grants, contracts, and private contributions.	\$ 10,072	0.1%	\$ 35,000	\$ 135,500
TOTAL	\$ 11,462,611	100%	\$ 11,979,100	\$ 13,348,100

Commission on Aging

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	15.00	4,496,200	11,979,100	15.00	4,496,200	11,979,100
HB 805 One-time 1% Salary Increase	0.00	4,400	7,900	0.00	4,400	7,900
Governor's Rescission	0.00	0	0	0.00	(300)	(1,600)
FY 2005 Total Appropriation	15.00	4,500,600	11,987,000	15.00	4,500,300	11,985,400
Non-Cognizable Funds and Transfers	0.00	0	36,000	0.00	0	36,000
FY 2005 Estimated Expenditures	15.00	4,500,600	12,023,000	15.00	4,500,300	12,021,400
Removal of One-Time Expenditures	0.00	(4,400)	(123,900)	0.00	(4,100)	(123,500)
Base Adjustments	0.00	0	0	0.00	0	1,200
FY 2006 Base	15.00	4,496,200	11,899,100	15.00	4,496,200	11,899,100
Benefit Costs	0.00	7,400	13,900	0.00	5,700	10,700
Inflationary Adjustments	0.00	51,700	141,700	0.00	0	0
Replacement Items	0.00	1,600	7,600	0.00	0	6,000
Nonstandard Adjustments	0.00	(1,400)	274,600	0.00	(1,400)	274,600
Change in Employee Compensation	0.00	4,500	8,200	0.00	4,500	8,200
27th Payroll	0.00	17,500	32,500	0.00	17,500	32,500
FY 2006 Program Maintenance	15.00	4,577,500	12,377,600	15.00	4,522,500	12,231,100
1. Web Server	0.00	0	8,500	0.00	0	8,500
2. State Senior Svcs Act Programs	0.00	865,500	865,500	0.00	250,000	250,000
3. Expanded Senior Medicare Patrol	0.00	0	96,500	0.00	0	96,500
FY 2006 Total	15.00	5,443,000	13,348,100	15.00	4,772,500	12,586,100
Change from Original Appropriation	0.00	946,800	1,369,000	0.00	276,300	607,000
% Change from Original Appropriation		21.1%	11.4%		6.1%	5.1%

Commission on Aging

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	15.00	4,496,200	35,000	7,447,900	11,979,100
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	4,400	0	3,500	7,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,400</i>	<i>0</i>	<i>3,500</i>	<i>7,900</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(300)</i>	<i>0</i>	<i>(1,300)</i>	<i>(1,600)</i>
FY 2005 Total Appropriation					
Agency Request	15.00	4,500,600	35,000	7,451,400	11,987,000
<i>Governor's Recommendation</i>	<i>15.00</i>	<i>4,500,300</i>	<i>35,000</i>	<i>7,450,100</i>	<i>11,985,400</i>
Non-Cognizable Funds and Transfers					
Noncognizable increases for Vision 2010 and Evidence-Based Health contract.					
Agency Request	0.00	0	36,000	0	36,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>36,000</i>	<i>0</i>	<i>36,000</i>
FY 2005 Estimated Expenditures					
Agency Request	15.00	4,500,600	71,000	7,451,400	12,023,000
<i>Governor's Recommendation</i>	<i>15.00</i>	<i>4,500,300</i>	<i>71,000</i>	<i>7,450,100</i>	<i>12,021,400</i>
Removal of One-Time Expenditures					
Removes one-time capital outlay, noncognizable fund increases, and funding for one-time salary increase.					
Agency Request	0.00	(4,400)	(36,000)	(83,500)	(123,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,100)</i>	<i>(36,000)</i>	<i>(83,400)</i>	<i>(123,500)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>1,200</i>	<i>1,200</i>
FY 2006 Base					
Agency Request	15.00	4,496,200	35,000	7,367,900	11,899,100
<i>Governor's Recommendation</i>	<i>15.00</i>	<i>4,496,200</i>	<i>35,000</i>	<i>7,367,900</i>	<i>11,899,100</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	7,400	0	6,500	13,900
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>5,700</i>	<i>0</i>	<i>5,000</i>	<i>10,700</i>

Commission on Aging

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	51,700	500	89,500	141,700
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

The agency is requesting funding for 2 personal computers for \$1,600 and 17 copies of Office Suite software for \$6,000.

Agency Request	0.00	1,600	0	6,000	7,600
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Governor's Recommendation	0.00	0	0	6,000	6,000
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.

Statewide Allocation Costs are being reduced by \$5,400. The agency is also requesting additional spending authority of \$100,000 in receipts, and \$180,000 in federal funds.

Agency Request	0.00	(1,400)	100,000	176,000	274,600
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Governor's Recommendation	0.00	(1,400)	100,000	176,000	274,600
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	4,500	0	3,700	8,200
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	4,500	0	3,700	8,200
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	17,500	0	15,000	32,500
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Governor's Recommendation	0.00	17,500	0	15,000	32,500
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FY 2006 Program Maintenance

Agency Request	15.00	4,577,500	135,500	7,664,600	12,377,600
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Governor's Recommendation	15.00	4,522,500	135,000	7,573,600	12,231,100
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1. Web Server

The Idaho Commission on Aging operates the Older Worker program under Title V of the Older Americans Act. This program falls under the jurisdiction of the U.S. Department of Labor (DOL). DOL has implemented new regulations, which require the state to implement a new data collection system. The system is designed to operate via a web interface, allowing the agency's contractors to enter data directly into a central database hosted in the state office. This enhancement would pay for software and training to carry out the requirement. The agency's objective is to install the database on an existing server, install the needed Citrix software, and provide client software to the contractors so that they can access the server.

Agency Request	0.00	0	0	8,500	8,500
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Governor's Recommendation	0.00	0	0	8,500	8,500
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Commission on Aging

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
2. State Senior Srvs Act Programs					
This request will enable the Area Agencies on Aging to increase services and replace lost funding for services to the elderly Idahoans in case management, adult protection, homemaker services, home delivered meals, respite care, transportation, and other programs administered by the Commission on Aging. The increased funding will help:					
1. make up for significant funding lost and resulting service reductions following several holdbacks;					
2. reduce waiting lists for several services;					
3. restore chore services previously eliminated due to inadequate funding;					
4. address the growing demand for services due to rapidly growing population of elderly individuals needing services to remain independent, and;					
5. provide inflation adjustments for services experiencing cost increases.					
Agency Request	0.00	865,500	0	0	865,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>250,000</i>	<i>0</i>	<i>0</i>	<i>250,000</i>

3. Expanded Senior Medicare Patrol

Spending authority of \$96,500 is being requested for a grant that will provide improved access to service for two underserved population groups in our least populated Area Agencies on Aging (AAA) in the state. This will enhance our Medicare Education program, which is itself, a grant-funded service.

In Area II, the AAA will provide Nez Perce tribal members with information about Medicare in an effort to assure that they can recognize billing errors, fraud and abuse of Medicare and other insurance programs.

In Area VI, the AAA will improve access to Medicare education for Hispanics in their Area. The Hispanic community has not had much access due to lack of bilingual staff and volunteers.

Agency Request	0.00	0	0	96,500	96,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>96,500</i>	<i>96,500</i>

FY 2006 Total					
Agency Request	15.00	5,443,000	135,500	7,769,600	13,348,100
<i>Governor's Recommendation</i>	<i>15.00</i>	<i>4,772,500</i>	<i>135,000</i>	<i>7,678,600</i>	<i>12,586,100</i>
Agency Request					
Change from Original App	0.00	946,800	100,500	321,700	1,369,000
% Change from Original App	0.0%	21.1%	287.1%	4.3%	11.4%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>276,300</i>	<i>100,000</i>	<i>230,700</i>	<i>607,000</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>6.1%</i>	<i>285.7%</i>	<i>3.1%</i>	<i>5.1%</i>

Commission on the Arts

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	827,600	827,600	836,100	962,800	861,500
Dedicated	71,500	53,200	71,500	102,400	101,500
Federal	590,300	582,600	645,300	639,500	619,200
Total:	1,489,400	1,463,400	1,552,900	1,704,700	1,582,200
Percent Change:		(1.7%)	6.1%	9.8%	1.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	569,600	505,800	570,400	635,000	601,800
Operating Expenditures	370,200	323,500	351,900	364,300	340,800
Capital Outlay	0	0	0	25,400	9,000
Trustee/Benefit	549,600	634,100	630,600	680,000	630,600
Total:	1,489,400	1,463,400	1,552,900	1,704,700	1,582,200
Full-Time Positions (FTP)	11.00	11.00	11.00	11.00	11.00

Division Description

The Commission on the Arts was taken out from under the Secretary of State and moved to the Executive Office of the Governor in FY 2004.

The Commission on the Arts helps provide high quality arts experiences for all Idahoans. Its activities include:

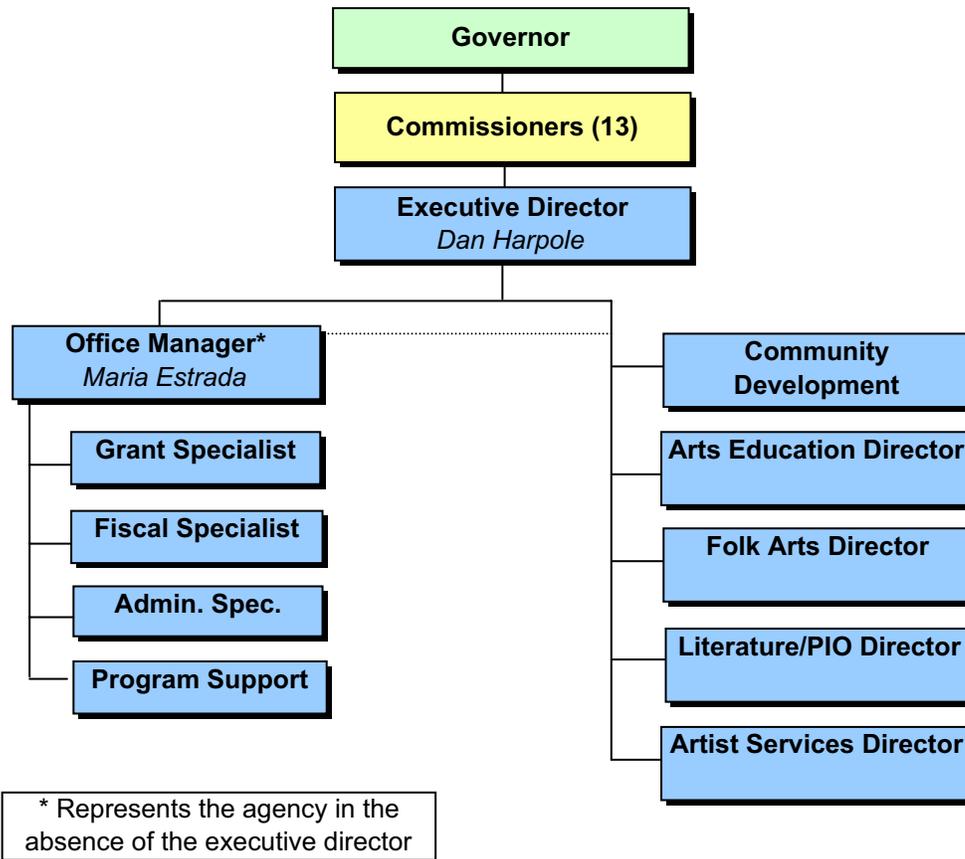
1. Providing matching grants to organizations for general operating support or projects.
2. Cultural facility grants for construction or renovation of arts facilities and public art.
3. Fellowships to individual artists.
4. Apprenticeships for traditional artists.
5. Arts education grants for schools and teachers.
6. Technical assistance for arts administrators and artists.

The Governor appoints the 13-member Commission on the Arts, which in turn hires an executive director to manage the activities listed above.

[Statutory Authority: Idaho Code §67-5601 et seq.]

Commission on the Arts Agency Profile

Analyst: Freeman



Sources of Funds

FY 2005
Original

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.	\$ 836,100
Federal Grants (0348): Federal funds received from the National Endowment for the Arts.	\$ 645,300
Miscellaneous Revenue (0349): Derived from conference registration fees, contributions from corporations and foundations for special projects, and private contributions.	\$ 71,500
	\$ 1,552,900

Commission on the Arts

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	11.00	836,100	1,552,900	11.00	836,100	1,552,900
HB 805 One-time 1% Salary Increase	0.00	2,700	4,900	0.00	2,700	4,900
Governor's Rescission	0.00	0	0	0.00	(700)	(1,200)
FY 2005 Total Appropriation	11.00	838,800	1,557,800	11.00	838,100	1,556,600
Non-Cognizable Funds and Transfers	0.00	0	182,000	0.00	0	182,000
FY 2005 Estimated Expenditures	11.00	838,800	1,739,800	11.00	838,100	1,738,600
Removal of One-Time Expenditures	0.00	(2,700)	(226,900)	0.00	(2,700)	(226,400)
Base Adjustments	0.00	0	0	0.00	700	700
FY 2006 Base	11.00	836,100	1,512,900	11.00	836,100	1,512,900
Benefit Costs	0.00	5,400	9,500	0.00	4,200	7,400
Inflationary Adjustments	0.00	6,700	14,800	0.00	0	0
Replacement Items	0.00	39,100	39,100	0.00	9,000	9,000
Nonstandard Adjustments	0.00	1,300	1,300	0.00	(1,100)	(1,100)
Change in Employee Compensation	0.00	2,700	4,800	0.00	2,700	4,800
27th Payroll	0.00	10,600	19,200	0.00	10,600	19,200
FY 2006 Program Maintenance	11.00	901,900	1,601,600	11.00	861,500	1,552,200
1. Arts Grants	0.00	40,000	40,000	0.00	0	0
2. Personnel Costs Increase	0.00	18,900	31,100	0.00	0	0
3. Dedicated Fund Spending Authority	0.00	0	30,000	0.00	0	30,000
4. IT Support	0.00	2,000	2,000	0.00	0	0
FY 2006 Total	11.00	962,800	1,704,700	11.00	861,500	1,582,200
Change from Original Appropriation	0.00	126,700	151,800	0.00	25,400	29,300
% Change from Original Appropriation		15.2%	9.8%		3.0%	1.9%

Commission on the Arts

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	11.00	836,100	71,500	645,300	1,552,900
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	2,700	0	2,200	4,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,700</i>	<i>0</i>	<i>2,200</i>	<i>4,900</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(700)</i>	<i>0</i>	<i>(500)</i>	<i>(1,200)</i>
FY 2005 Total Appropriation					
Agency Request	11.00	838,800	71,500	647,500	1,557,800
<i>Governor's Recommendation</i>	<i>11.00</i>	<i>838,100</i>	<i>71,500</i>	<i>647,000</i>	<i>1,556,600</i>
Non-Cognizable Funds and Transfers					
Reflects FTP adjustment between funds and non-cognizable federal and miscellaneous funds.					
Agency Request	0.00	0	30,000	152,000	182,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>30,000</i>	<i>152,000</i>	<i>182,000</i>
FY 2005 Estimated Expenditures					
Agency Request	11.00	838,800	101,500	799,500	1,739,800
<i>Governor's Recommendation</i>	<i>11.00</i>	<i>838,100</i>	<i>101,500</i>	<i>799,000</i>	<i>1,738,600</i>
Removal of One-Time Expenditures					
Reflects removal of funding for one-time salary increase, and non-cognizable federal and miscellaneous funds.					
Agency Request	0.00	(2,700)	(30,000)	(194,200)	(226,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(2,700)</i>	<i>(30,000)</i>	<i>(193,700)</i>	<i>(226,400)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>700</i>	<i>0</i>	<i>0</i>	<i>700</i>
FY 2006 Base					
Agency Request	11.00	836,100	71,500	605,300	1,512,900
<i>Governor's Recommendation</i>	<i>11.00</i>	<i>836,100</i>	<i>71,500</i>	<i>605,300</i>	<i>1,512,900</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	5,400	0	4,100	9,500
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,200</i>	<i>0</i>	<i>3,200</i>	<i>7,400</i>

Commission on the Arts

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	6,700	900	7,200	14,800
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
Capital Outlay: telephone system (\$9,000), 1 laser printer (\$1,800), 1 fax machine (\$1,000), 3 PCs (\$3,600), 2 laptops (\$4,000), 1 LCD projector (\$5,000), and 1 digital camera (\$1,000).					
Operating Expenses: software upgrades (\$13,700)					
Agency Request	0.00	39,100	0	0	39,100
<i>The Governor recommends providing one-time capital outlay to replace a 10 year old telephone system.</i>					
Governor's Recommendation	0.00	9,000	0	0	9,000
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums by the Department of Administration.					
Agency Request	0.00	1,300	0	0	1,300
<i>Nonstandard adjustment for janitorial services and other occupancy costs not recommended by the Governor.</i>					
Governor's Recommendation	0.00	(1,100)	0	0	(1,100)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	2,700	0	2,100	4,800
Governor's Recommendation	0.00	2,700	0	2,100	4,800
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	10,600	0	8,600	19,200
Governor's Recommendation	0.00	10,600	0	8,600	19,200
FY 2006 Program Maintenance					
Agency Request	11.00	901,900	72,400	627,300	1,601,600
Governor's Recommendation	11.00	861,500	71,500	619,200	1,552,200
1. Arts Grants					
This enhancement would provide \$40,000 in ongoing General Funds to increase the money available for competitive grants and awards to arts organizations and individual artists throughout the state.					
Agency Request	0.00	40,000	0	0	40,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
2. Personnel Costs Increase					
This enhancement would provide ongoing General Funds to move 5 positions up to mid-point policy funding level.					
Agency Request	0.00	18,900	0	12,200	31,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Commission on the Arts

Analyst: Freeman

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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3. Dedicated Fund Spending Authority

This enhancement would provide an increase in dedicated fund spending authority for the biennial arts conference and Governor's Awards in the Arts.

Agency Request	0.00	0	30,000	0	30,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>30,000</i>	<i>0</i>	<i>30,000</i>

4. IT Support

This enhancement would provide an additional \$2,000 in operating expenses for IT support contract hours. The Arts Commission does not have in-house IT personnel -- it utilizes an outside IT consultant at \$2,000 per year.

Agency Request	0.00	2,000	0	0	2,000
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2006 Total					
Agency Request	11.00	962,800	102,400	639,500	1,704,700
<i>Governor's Recommendation</i>	<i>11.00</i>	<i>861,500</i>	<i>101,500</i>	<i>619,200</i>	<i>1,582,200</i>

Agency Request

Change from Original App	0.00	126,700	30,900	(5,800)	151,800
% Change from Original App	0.0%	15.2%	43.2%	(0.9%)	9.8%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>25,400</i>	<i>30,000</i>	<i>(26,100)</i>	<i>29,300</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>3.0%</i>	<i>42.0%</i>	<i>(4.0%)</i>	<i>1.9%</i>

Commission for the Blind and Visually Impaired

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	1,312,800	1,312,700	1,335,100	2,408,100	1,703,700
Dedicated	286,600	183,200	286,600	290,600	286,600
Federal	1,986,400	1,773,700	2,037,800	2,092,700	2,074,100
Total:	3,585,800	3,269,600	3,659,500	4,791,400	4,064,400
Percent Change:		(8.8%)	11.9%	30.9%	11.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,012,100	1,939,900	2,090,800	2,396,900	2,143,700
Operating Expenditures	612,600	624,900	598,000	1,081,100	924,700
Capital Outlay	0	6,300	0	111,400	12,800
Trustee/Benefit	961,100	698,500	970,700	1,202,000	983,200
Total:	3,585,800	3,269,600	3,659,500	4,791,400	4,064,400
Full-Time Positions (FTP)	39.50	39.50	39.50	44.00	39.50

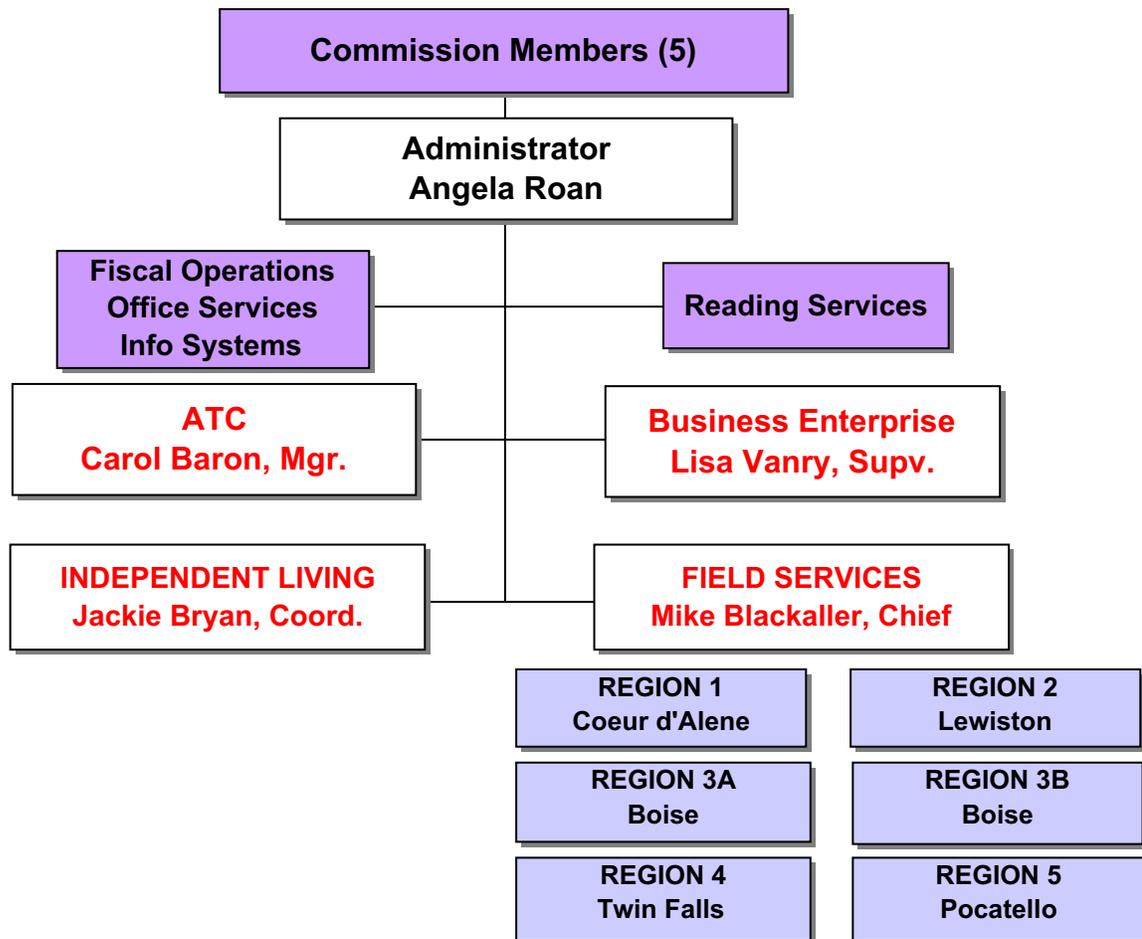
Division Description

The goal of the Commission for the Blind & Visually Impaired is to enable blind persons to achieve increased personal and economic independence. Services include: guidance and counseling, training, prevention of blindness, job placement, reading and taping services, radio reading service, independent living skills, vocational rehabilitation, and alternative skills for daily living.

Commission for the Blind and Visually Impaired Agency Profile

Analyst: Holland-Smith

Organizational Chart



Commission for the Blind and Visually Impaired

Agency Profile

Analyst: Holland-Smith

Sources of Funds	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. General Fund (0001-00)	\$ 1,312,676	36.8%	\$ 1,335,100	\$ 2,414,900
The General Fund sources are the individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, treasurer's interest on investments of certain idle funds, and miscellaneous sources from various agency receipts.				
2. Randolph Shepard (0210-00)	\$ 50,813	1.4%	\$ 125,100	\$ 127,400
Receives moneys from the blind managers of food service and other types of small businesses as a 10% assessment against their net income. It also gets a percentage of receipts from vending machines located on federal property and not operated by a blind person. The money is used to support the Business Enterprise Program.				
3. Rehab Rev and Refunds (0288-00)	\$ 83,454	2.3%	\$ 88,300	\$ 89,100
Receives money from the Social Security Administration for the vocational rehabilitation of clients who are recipients. The money is used to enhance other federal programs as approved by regulations.				
4. Federal Funds (0348-00)	\$ 2,073,698	58.1%	\$ 2,037,800	\$ 2,092,700
Receives moneys from federal grants primarily authorized by the Rehabilitation, Comprehensive Services and Developmental Disabilities Act. These funds are used to serve the adult blind of Idaho by locating them, consulting with them, orienting them to career opportunities, and providing services to prepare them to adjust to an employment goal and return to an acceptable level of independence in their home and community.				
5. Adaptive Aids & Appliances (0426-00)	\$ 44,574	1.2%	\$ 46,700	\$ 47,600
Receipts from the sale of low vision aids and appliances to clients of the agency and to the general public.				
6. Miscellaneous Revenue	\$ 4,319	0.1%	\$ 26,500	\$ 26,500
Receipts from donations to the agency such as memorials and the sale of copies, etc. The funds are used to enhance reading programs.				
TOTAL	\$ 3,569,534	100%	\$ 3,659,500	\$ 4,798,200

Performance Measures	FY 2003	FY 2004	FY 2005	FY 2006
1. Increase agency referrals by 5% each year.	1,492	1,604	1,684	1,768
2. Increase number of people placed in employment by 5% each year.	74	115	121	127
3. Use Assessment & Training Center for public education regarding blindness and visual impairment.	19	16	18	18
4. Increase operator's net income to an average of \$24,000.	\$26,000	\$27,000	\$28,000	\$28,000

Commission for the Blind and Visually Impaired

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	39.50	1,335,100	3,659,500	39.50	1,335,100	3,659,500
HB 805 One-time 1% Salary Increase	0.00	6,100	16,200	0.00	6,100	16,200
Governor's Rescission	0.00	0	0	0.00	(3,400)	(4,600)
FY 2005 Total Appropriation	39.50	1,341,200	3,675,700	39.50	1,337,800	3,671,100
Removal of One-Time Expenditures	0.00	(6,100)	(16,200)	0.00	(5,400)	(14,300)
Base Adjustments	0.00	0	0	0.00	2,700	2,700
FY 2006 Base	39.50	1,335,100	3,659,500	39.50	1,335,100	3,659,500
Benefit Costs	0.00	15,400	47,400	0.00	11,900	36,700
Inflationary Adjustments	0.00	18,700	34,900	0.00	11,700	12,500
Replacement Items	0.00	498,500	498,500	0.00	346,300	346,300
Nonstandard Adjustments	0.00	(6,800)	(6,800)	0.00	(6,800)	(6,800)
Change in Employee Compensation	0.00	5,500	16,200	0.00	5,500	16,200
FY 2006 Program Maintenance	39.50	1,866,400	4,249,700	39.50	1,703,700	4,064,400
1. IT Network Analyst, Sr.	1.00	83,400	83,400	0.00	0	0
2. Counselor for the Blind	1.00	56,300	56,300	0.00	0	0
3. Special Programs Coordinator	1.00	73,100	73,100	0.00	0	0
4. Increase Storekeeper to Full-Time	0.50	19,500	19,500	0.00	0	0
5. Coeur d'Alene Home Instructor	1.00	56,300	56,300	0.00	0	0
6. Improve Benefits	0.00	167,600	167,600	0.00	0	0
7. Three Week Senior Training	0.00	40,000	40,000	0.00	0	0
8. Contract Psychologist	0.00	17,500	17,500	0.00	0	0
9. NEWSLINE	0.00	28,000	28,000	0.00	0	0
FY 2006 Total	44.00	2,408,100	4,791,400	39.50	1,703,700	4,064,400
Change from Original Appropriation	4.50	1,073,000	1,131,900	0.00	368,600	404,900
% Change from Original Appropriation		80.4%	30.9%		27.6%	11.1%

Commission for the Blind and Visually Impaired

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	39.50	1,335,100	286,600	2,037,800	3,659,500
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	6,100	0	10,100	16,200
Governor's Recommendation	0.00	6,100	0	10,100	16,200
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(3,400)	0	(1,200)	(4,600)
FY 2005 Total Appropriation					
Agency Request	39.50	1,341,200	286,600	2,047,900	3,675,700
Governor's Recommendation	39.50	1,337,800	286,600	2,046,700	3,671,100
Removal of One-Time Expenditures					
Agency Request	0.00	(6,100)	0	(10,100)	(16,200)
Governor's Recommendation	0.00	(5,400)	0	(8,900)	(14,300)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	2,700	0	0	2,700
FY 2006 Base					
Agency Request	39.50	1,335,100	286,600	2,037,800	3,659,500
Governor's Recommendation	39.50	1,335,100	286,600	2,037,800	3,659,500
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	15,400	0	32,000	47,400
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	11,900	0	24,800	36,700
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments, and a medical inflationary increase of 3.0% in trustee/benefit payments.					
Agency Request	0.00	18,700	4,000	12,200	34,900
<i>The Governor recommends no increase for general inflation, while a 3.0% increase for medical inflation is recommended.</i>					
Governor's Recommendation	0.00	11,700	0	800	12,500

Commission for the Blind and Visually Impaired

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Replacement Items

The agency is requesting \$387,100 for replacement operating expenditures and is to purchase air conditioners \$1,250, software maintenance agreements \$24,850, software upgrades \$3,500, miscellaneous repairs & maintenance \$3,000, phone system maintenance \$3,000, exchange server \$2,500, Windows server \$5,000, Microsoft server \$4,000, Check Point \$6,500 to comply with IRMRC, and \$333,500 to develop a new agency information system. Requested capital outlay totals \$111,400 and is for office furniture \$2,300, copier \$1,500, planer \$4,000, desktop computers \$43,200, laptop computers \$12,800, network servers \$25,900, laser printers \$5,400, adaptive hardware \$10,500, hardware routers \$4,000, and phone handsets \$1,800.

Agency Request	0.00	498,500	0	0	498,500
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Provides funding for new computer programming, agency information system, and network servers.

Governor's Recommendation	0.00	346,300	0	0	346,300
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.

Agency Request	0.00	(6,800)	0	0	(6,800)
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Governor's Recommendation	0.00	(6,800)	0	0	(6,800)
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	5,500	0	10,700	16,200
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	5,500	0	10,700	16,200
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FY 2006 Program Maintenance					
Agency Request	39.50	1,866,400	290,600	2,092,700	4,249,700
Governor's Recommendation	39.50	1,703,700	286,600	2,074,100	4,064,400

1. IT Network Analyst, Sr.

Currently the agency has one IT professional to support the use all of the computers, phones, and adaptive technology for the central facility and five regional offices with over 44 staff and 600 clients who use equipment. This request is for funding to hire a senior network analyst with personnel costs totaling \$68,400 and an additional \$15,000 for operating expenditures. The goal of adding this person would be to increase the productivity of the staff, provide better reporting for the accounting function, and increase the training for employers and clients on adaptive technology.

Agency Request	1.00	83,400	0	0	83,400
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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2. Counselor for the Blind

This request is for the funding to add back a counselor position in Region 6 that was lost in the FY 2002 budget reductions. Currently a counselor is covering both Regions 5 and 6 making it the largest coverage area with 284,000 square miles and a population of 319,000. The number of blind and visually impaired persons in Region 6 is 11,165. The goal of this funding request is to provide sufficient services to assist 15 to 20 persons per year to become employed and transition off public benefits, while helping hundreds of others to keep their jobs despite their disability. A total of \$50,300 is for personnel costs and \$6,000 is for operating expenses.

Agency Request	1.00	56,300	0	0	56,300
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Commission for the Blind and Visually Impaired

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. Special Programs Coordinator					
This request is for funding to hire a special program coordinator to support the Summer Work Experience Program (SWEP) and provide employment services. The SWEP works with blind and visually impaired to help them improve their resume, interview, and work skills. The individual will work with clients to train them for employment and with employers to educate them about working with persons with disabilities. Personnel costs total \$54,000 and operating expenses total \$19,100.					
Agency Request	1.00	73,100	0	0	73,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
4. Increase Storekeeper to Full-Time					
The storekeeper takes care of walk-in customers, maintains the store inventory, orders items for the regional offices and low vision clinic, and trains customers on adaptive technology equipment. This enhancement would allow the store to remain open 40 hours per week, increase sales by 30%, and better use adaptive technology to keep people employed and make them more independent. Personnel costs total \$19,500.					
Agency Request	0.50	19,500	0	0	19,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
5. Coeur d'Alene Home Instructor					
The agency is requesting \$50,300 in personnel costs and \$6,000 in operating expenditures to hire a full-time home instructor for Coeur d'Alene to better serve clients in Region 1. The services are being provided by a contract instructor through the Independent Living Center in Spokane, WA.					
Agency Request	1.00	56,300	0	0	56,300
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
6. Improve Benefits					
The agency is requesting that trustee/benefit payments be increased by 20%. The additional funds will be used to improve the quality of services to clients by giving counselors around the state added resources to provide employment training and purchase adaptive technology. The current Base in trustee/benefits is \$970,700.					
Agency Request	0.00	167,600	0	0	167,600
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
7. Three Week Senior Training					
This decision unit would fund a three-week training session for 35 to 40 seniors over the age of 55 with a substantial loss of vision to help them live more independently and train other blind and visually impaired in their support group. The attendees would receive intensive training in Braille, adaptive computer use, cane travel, cooking, shop activities, hobbies, social recreation, group discussion, and group counseling. These funds would be used to cover the expenses of the seniors attending the training.					
Agency Request	0.00	40,000	0	0	40,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
8. Contract Psychologist					
This decision unit would fund the services of a contract psychologist to assist agency clients who are having significant difficulties in adjusting to their vision loss.					
Agency Request	0.00	17,500	0	0	17,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Commission for the Blind and Visually Impaired

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
9. NEWSLINE					
This request is for funding of NEWSLINE to provide blind and visually impaired citizens of Idaho to get the news, employment information, and community information in a format they can use. These funds are all operating expenses.					
Agency Request	0.00	28,000	0	0	28,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Total					
Agency Request	44.00	2,408,100	290,600	2,092,700	4,791,400
<i>Governor's Recommendation</i>	<i>39.50</i>	<i>1,703,700</i>	<i>286,600</i>	<i>2,074,100</i>	<i>4,064,400</i>
Agency Request					
Change from Original App	4.50	1,073,000	4,000	54,900	1,131,900
% Change from Original App	11.4%	80.4%	1.4%	2.7%	30.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>368,600</i>	<i>0</i>	<i>36,300</i>	<i>404,900</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>27.6%</i>	<i>0.0%</i>	<i>1.8%</i>	<i>11.1%</i>

Division of Financial Management

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	1,968,800	1,939,000	2,025,500	2,134,500	2,128,000
Dedicated	31,100	27,100	31,300	32,900	32,800
Total:	1,999,900	1,966,100	2,056,800	2,167,400	2,160,800
Percent Change:		(1.7%)	4.6%	5.4%	5.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,811,500	1,543,000	1,871,000	1,976,100	1,971,000
Operating Expenditures	188,400	321,900	185,800	191,300	189,800
Capital Outlay	0	101,200	0	0	0
Total:	1,999,900	1,966,100	2,056,800	2,167,400	2,160,800
Full-Time Positions (FTP)	24.00	24.00	24.00	24.00	24.00

Division Description

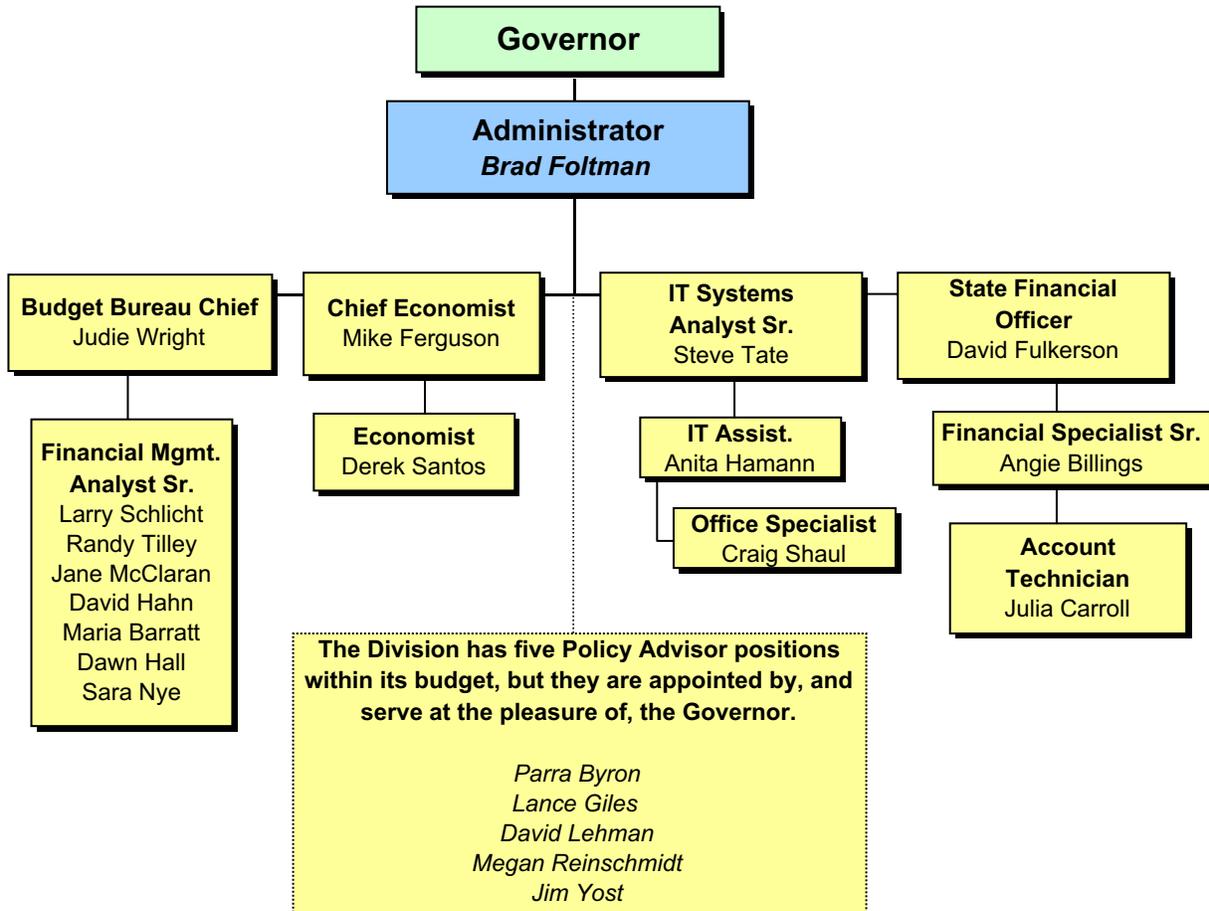
FINANCIAL MANAGEMENT

The mission of this program is to support the Governor's vision of short and long-term policies through effective resource allocation. Financial Management seeks to improve agency service delivery at the point of citizen impact by developing, monitoring, and publicizing performance outcomes, facilitating the development of the Executive Budget recommendation, and providing a proactive policy resource for the Governor to shape Idaho's future. Financial Management consists of four main administrative units: Budget, Policy, Economic and Management Services.

[Statutory Authority: Idaho Code §67-1910 - 1918]

Division of Financial Management Agency Profile

Analyst: Freeman



Sources of Funds

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

FY 2005
Original

\$2,025,500

Miscellaneous Revenue (0349): Interagency billings for accounting fees to Governor's Office and small agency accounting and budgeting services; and publication subscriptions.

\$31,300

\$2,056,800

Division of Financial Management

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	24.00	2,025,500	2,056,800	24.00	2,025,500	2,056,800
HB 805 One-time 1% Salary Increase	0.00	16,000	16,200	0.00	16,000	16,200
Governor's Rescission	0.00	0	0	0.00	(4,000)	(4,000)
FY 2005 Total Appropriation	24.00	2,041,500	2,073,000	24.00	2,037,500	2,069,000
Removal of One-Time Expenditures	0.00	(16,000)	(16,200)	0.00	(12,800)	(13,000)
Base Adjustments	0.00	0	0	0.00	800	800
FY 2006 Base	24.00	2,025,500	2,056,800	24.00	2,025,500	2,056,800
Benefit Costs	0.00	22,200	22,500	0.00	17,200	17,400
Inflationary Adjustments	0.00	1,500	1,500	0.00	0	0
Nonstandard Adjustments	0.00	3,700	4,000	0.00	3,700	4,000
Change in Employee Compensation	0.00	16,500	16,700	0.00	16,500	16,700
27th Payroll	0.00	65,100	65,900	0.00	65,100	65,900
FY 2006 Total	24.00	2,134,500	2,167,400	24.00	2,128,000	2,160,800
Change from Original Appropriation	0.00	109,000	110,600	0.00	102,500	104,000
% Change from Original Appropriation		5.4%	5.4%		5.1%	5.1%

Division of Financial Management

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	24.00	2,025,500	31,300	0	2,056,800
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	16,000	200	0	16,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>16,000</i>	<i>200</i>	<i>0</i>	<i>16,200</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,000)</i>	<i>0</i>	<i>0</i>	<i>(4,000)</i>
FY 2005 Total Appropriation					
Agency Request	24.00	2,041,500	31,500	0	2,073,000
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>2,037,500</i>	<i>31,500</i>	<i>0</i>	<i>2,069,000</i>
Removal of One-Time Expenditures					
<i>Reflects removal of funding for one-time salary increase.</i>					
Agency Request	0.00	(16,000)	(200)	0	(16,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(12,800)</i>	<i>(200)</i>	<i>0</i>	<i>(13,000)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>800</i>	<i>0</i>	<i>0</i>	<i>800</i>
FY 2006 Base					
Agency Request	24.00	2,025,500	31,300	0	2,056,800
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>2,025,500</i>	<i>31,300</i>	<i>0</i>	<i>2,056,800</i>
Benefit Costs					
<i>Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.</i>					
Agency Request	0.00	22,200	300	0	22,500
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>17,200</i>	<i>200</i>	<i>0</i>	<i>17,400</i>
Inflationary Adjustments					
<i>Includes a general inflationary increase of 1.3% in operating expenditures.</i>					
Agency Request	0.00	1,500	0	0	1,500
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Division of Financial Management

Analyst: Freeman

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of State Controller services. Also included are changes in property and casualty insurance premiums by the Department of Administration.

Agency Request	0.00	3,700	300	0	4,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>3,700</i>	<i>300</i>	<i>0</i>	<i>4,000</i>
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent positions.

Agency Request	0.00	16,500	200	0	16,700
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>16,500</i>	<i>200</i>	<i>0</i>	<i>16,700</i>
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	65,100	800	0	65,900
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>65,100</i>	<i>800</i>	<i>0</i>	<i>65,900</i>
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FY 2006 Total					
Agency Request	24.00	2,134,500	32,900	0	2,167,400
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>2,128,000</i>	<i>32,800</i>	<i>0</i>	<i>2,160,800</i>

Agency Request

Change from Original App	0.00	109,000	1,600	0	110,600
% Change from Original App	0.0%	5.4%	5.1%		5.4%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>102,500</i>	<i>1,500</i>	<i>0</i>	<i>104,000</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>5.1%</i>	<i>4.8%</i>		<i>5.1%</i>

Governor's Office

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Acting Governor Pay	19,200	22,800	19,200	19,200	19,200
Administration	1,388,600	1,342,900	1,427,800	1,493,600	1,486,000
Expense Allowance	4,900	4,900	4,900	4,900	4,900
Social Services	648,800	200,800	163,600	182,700	182,200
Total:	2,061,500	1,571,400	1,615,500	1,700,400	1,692,300
BY FUND CATEGORY					
General	1,412,700	1,370,600	1,451,900	1,517,700	1,510,100
Dedicated	130,000	9,400	0	0	0
Federal	518,800	191,400	163,600	182,700	182,200
Total:	2,061,500	1,571,400	1,615,500	1,700,400	1,692,300
Percent Change:		(23.8%)	2.8%	5.3%	4.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,607,600	1,216,400	1,355,200	1,442,400	1,437,500
Operating Expenditures	453,900	322,500	260,300	258,000	254,800
Capital Outlay	0	32,500	0	0	0
Total:	2,061,500	1,571,400	1,615,500	1,700,400	1,692,300
Full-Time Positions (FTP)	24.00	24.00	24.00	24.00	24.00

Division Description

ACTING GOVERNOR PAY: The official acting as Governor is entitled to additional compensation calculated as the difference between the Governor's salary and the salary of the Lieutenant Governor. [Statutory Authority: Idaho Code §67-809(2)]

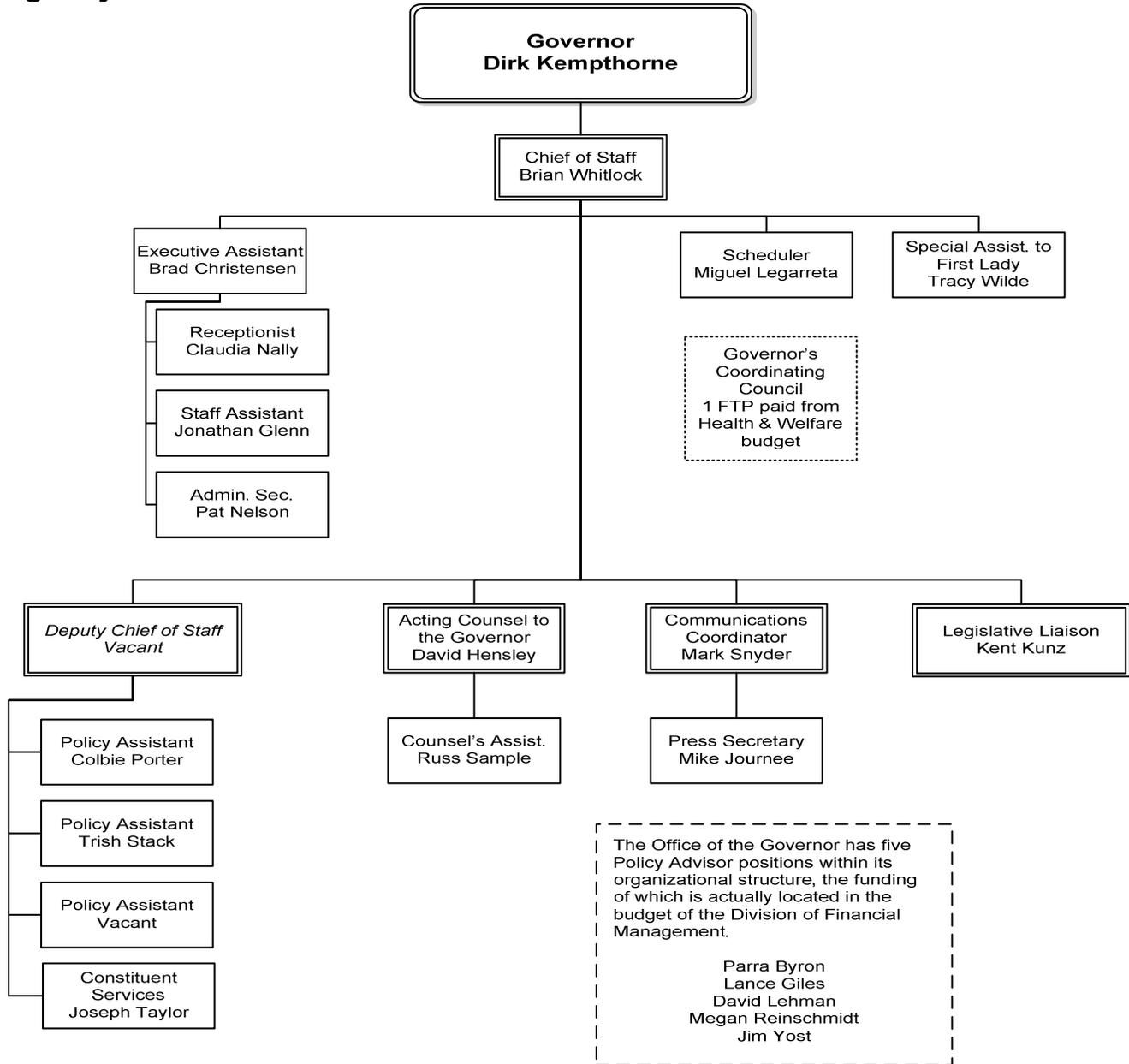
ADMINISTRATION: Exercise the powers and discharge the duties of the Chief Executive of the State of Idaho as delegated by the state constitution and laws of the state.

EXPENSE ALLOWANCE: State law authorizes \$10,000 per biennium to be used by the Governor at his discretion to assist in defraying expenses relating to or resulting from the discharge of his official duties. [Statutory Authority: Idaho Code §67-808d]

SOCIAL SERVICES: Provides funding for Serve Idaho (Governor's Commission on Service and Volunteerism). Serve Idaho promotes collaborative efforts among public, private and nonprofit, state and local agencies to advance community service programs and activities throughout the State. Serve Idaho, formerly the Idaho Commission for National and Community Service, was established through Executive Order by Governor Cecil Andrus in 1994. Serve Idaho is funded by grants from the Corporation for National and Community Service and through cash and in-kind donations from State and local partners. The Corporation for National and Community Service provides federal funding for service-related programs and initiatives including AmeriCorps*State and National Grants program, AmeriCorps*VISTA, the Senior Service Corps and Learn and Serve America. All of these programs strive to engage Americans of all ages and backgrounds in community-based service to address unmet critical needs in communities throughout the United States.

Office of the Governor Agency Profile

Analyst: Freeman



Sources of Funds

**FY 2005
Original**

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

\$1,517,700

Federal Grant (0348): Grants from the Corporation for National and Community Service.

\$182,700

Miscellaneous Revenue (0349): Cash and in-kind donations from state and local partners.

\$1,700,400

Governor's Office

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	24.00	1,451,900	1,615,500	24.00	1,451,900	1,615,500
HB 805 One-time 1% Salary Increase	0.00	9,100	10,300	0.00	9,100	10,300
Governor's Rescission	0.00	0	0	0.00	(6,600)	(6,700)
FY 2005 Total Appropriation	24.00	1,461,000	1,625,800	24.00	1,454,400	1,619,100
Removal of One-Time Expenditures	0.00	(9,100)	(10,300)	0.00	(5,900)	(7,000)
Base Adjustments	0.00	0	0	0.00	3,400	3,400
FY 2006 Base	24.00	1,451,900	1,615,500	24.00	1,451,900	1,615,500
Benefit Costs	0.00	19,500	21,800	0.00	15,100	16,900
Inflationary Adjustments	0.00	3,200	3,200	0.00	0	0
Nonstandard Adjustments	0.00	(5,500)	(5,500)	0.00	(5,500)	(5,500)
Change in Employee Compensation	0.00	8,800	10,100	0.00	8,800	10,100
27th Payroll	0.00	39,800	45,300	0.00	39,800	45,300
FY 2006 Program Maintenance	24.00	1,517,700	1,690,400	24.00	1,510,100	1,682,300
1. Group Position Spending Authority	0.00	0	10,000	0.00	0	10,000
FY 2006 Total	24.00	1,517,700	1,700,400	24.00	1,510,100	1,692,300
Change from Original Appropriation	0.00	65,800	84,900	0.00	58,200	76,800
% Change from Original Appropriation		4.5%	5.3%		4.0%	4.8%

Governor's Office

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	24.00	1,451,900	0	163,600	1,615,500
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	9,100	0	1,200	10,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>9,100</i>	<i>0</i>	<i>1,200</i>	<i>10,300</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(6,600)</i>	<i>0</i>	<i>(100)</i>	<i>(6,700)</i>
FY 2005 Total Appropriation					
Agency Request	24.00	1,461,000	0	164,800	1,625,800
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>1,454,400</i>	<i>0</i>	<i>164,700</i>	<i>1,619,100</i>
Removal of One-Time Expenditures					
Agency Request	0.00	(9,100)	0	(1,200)	(10,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(5,900)</i>	<i>0</i>	<i>(1,100)</i>	<i>(7,000)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>3,400</i>	<i>0</i>	<i>0</i>	<i>3,400</i>
FY 2006 Base					
Agency Request	24.00	1,451,900	0	163,600	1,615,500
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>1,451,900</i>	<i>0</i>	<i>163,600</i>	<i>1,615,500</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	19,500	0	2,300	21,800
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,100</i>	<i>0</i>	<i>1,800</i>	<i>16,900</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	3,200	0	0	3,200
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Governor's Office

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums by the Department of Administration.					
Agency Request	0.00	(5,500)	0	0	(5,500)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(5,500)</i>	<i>0</i>	<i>0</i>	<i>(5,500)</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	8,800	0	1,300	10,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,800</i>	<i>0</i>	<i>1,300</i>	<i>10,100</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	39,800	0	5,500	45,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>39,800</i>	<i>0</i>	<i>5,500</i>	<i>45,300</i>
FY 2006 Program Maintenance					
Agency Request	24.00	1,517,700	0	172,700	1,690,400
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>1,510,100</i>	<i>0</i>	<i>172,200</i>	<i>1,682,300</i>
1. Group Position Spending Authority					
Social Services					
This enhancement would provide an ongoing increase in federal fund spending authority for a group position. The position would perform the duties of a financial specialist to track grants awarded through the Serve Idaho program.					
Agency Request	0.00	0	0	10,000	10,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>10,000</i>	<i>10,000</i>
FY 2006 Total					
Agency Request	24.00	1,517,700	0	182,700	1,700,400
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>1,510,100</i>	<i>0</i>	<i>182,200</i>	<i>1,692,300</i>
Agency Request					
Change from Original App	0.00	65,800	0	19,100	84,900
% Change from Original App	0.0%	4.5%		11.7%	5.3%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>58,200</i>	<i>0</i>	<i>18,600</i>	<i>76,800</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>4.0%</i>		<i>11.4%</i>	<i>4.8%</i>

Division of Human Resources

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	2,800,800	2,677,400	2,870,600	3,005,000	2,992,600
Percent Change:		(4.4%)	7.2%	4.7%	4.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,065,600	2,055,600	2,106,300	2,245,700	2,222,600
Operating Expenditures	708,000	598,300	736,000	731,300	742,000
Capital Outlay	27,200	23,500	28,300	28,000	28,000
Total:	2,800,800	2,677,400	2,870,600	3,005,000	2,992,600
Full-Time Positions (FTP)	37.00	37.00	36.00	36.00	36.00

Division Description

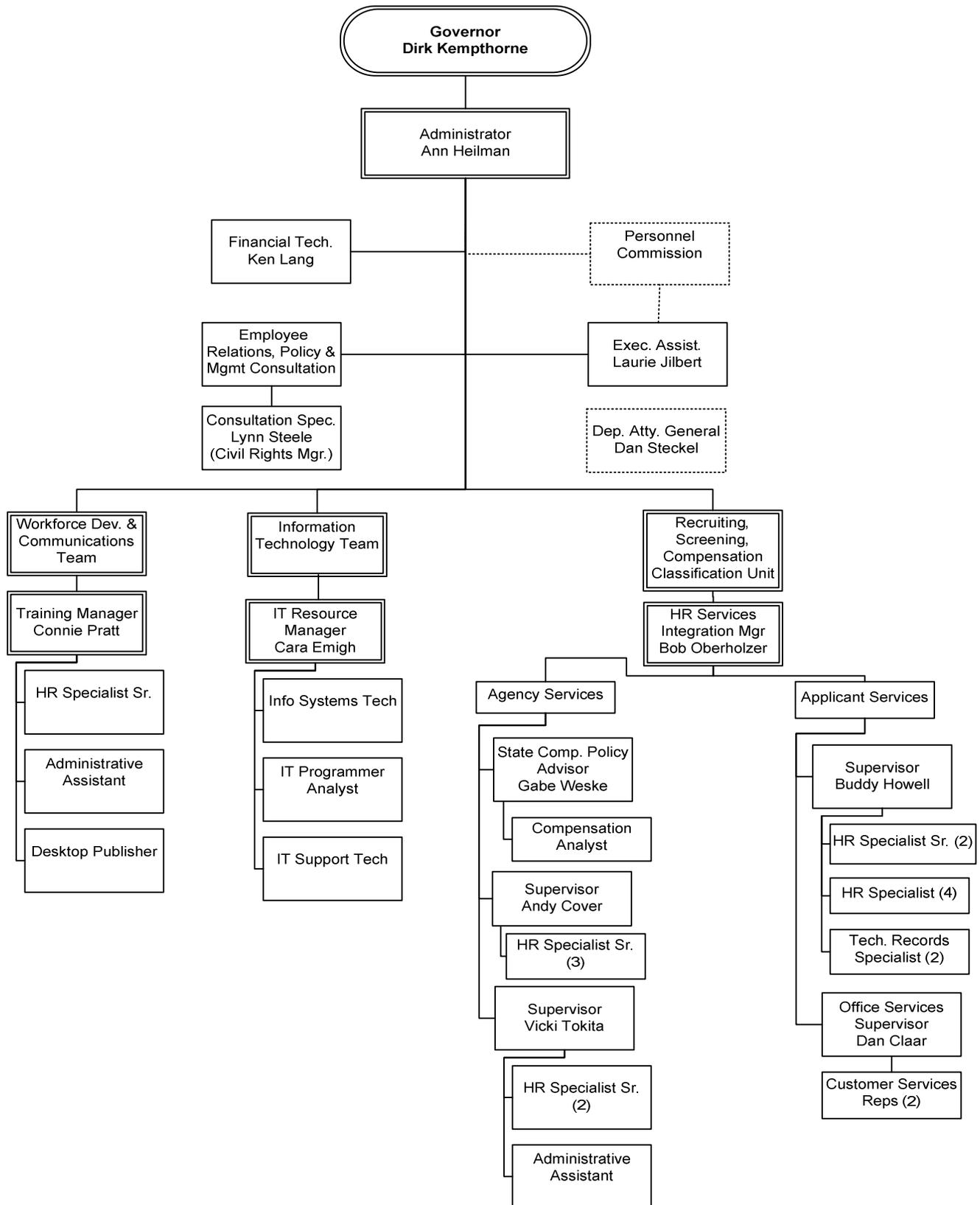
The Division of Human Resources manages a comprehensive personnel merit system for classified state employees. The system consists of recruitment, applicant screening, examination systems, job classification, salary administration, employee training and development, an appeals process for disciplinary actions, and an employee information system.

Most of the former powers and duties of the Personnel Commission were transferred to the Administrator of the Division of Human Resources in FY 2000. This position is appointed by and reports to the Governor. The Personnel Commission still exists to hear appeals of dismissals, demotions, or suspensions by agency directors, or rulings made by the Administrator.

[Statutory Authority: Idaho Code §67-5301 et seq.]

Division of Human Resources Agency Profile

Analyst: Freeman



Division of Human Resources

Agency Profile

Analyst: Freeman

Source of Funds

Seminars & Publications (0401): The Division contracts with vendors and instructors for training and publications and charges each participating agency for

**FY 2005
Original**

\$130,000

Division of Human Resources (0475-12): The Division of Human Resources allocates the costs of its operations to each participating agency in the same proportion that the amount of the payroll for classified employees of the agency bears to the total amount of the payroll for classified employees of all agencies combined and averaged as to the basis for allocation of costs.

\$2,740,600

\$2,870,600

Selected Measures

Fiscal Year	FY 2002 Act	FY 2003 Act	FY 2004 Act	FY 2005 Est
Job applications received	30,800	54,900	80,000	80,000
Salary surveys conducted	5	6	4	4
Professional development courses	130	165	143	140
Professional development hours	25,200	29,801	27,431	26,000
Professional development students	2,805	2,850	2,183	3,000
Calender Year	2000	2001	2002	2003
Number of appeals	39	22	24	36
Hearing officer rulings	20	18	18	22
Petitions for review	1	1	1	2
Settled	5	0	4	3
Withdrew	6	1	1	8
Non-jurisdictional*	7	2	0	1

* Non-grievable offense (e.g. a letter of reprimand, an untimely filing, compensation, etc.)

Division of Human Resources

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	36.00	0	2,870,600	36.00	0	2,870,600
HB 805 One-time 1% Salary Increase	0.00	0	18,200	0.00	0	18,200
Governor's Rescission	0.00	0	0	0.00	0	(2,900)
FY 2005 Total Appropriation	36.00	0	2,888,800	36.00	0	2,885,900
Removal of One-Time Expenditures	0.00	0	(46,500)	0.00	0	(44,500)
Base Adjustments	0.00	0	0	0.00	0	900
FY 2006 Base	36.00	0	2,842,300	36.00	0	2,842,300
Benefit Costs	0.00	0	33,300	0.00	0	25,800
Inflationary Adjustments	0.00	0	4,900	0.00	0	0
Replacement Items	0.00	0	28,000	0.00	0	28,000
Nonstandard Adjustments	0.00	0	6,000	0.00	0	6,000
Change in Employee Compensation	0.00	0	18,500	0.00	0	18,500
27th Payroll	0.00	0	72,000	0.00	0	72,000
FY 2006 Program Maintenance	36.00	0	3,005,000	36.00	0	2,992,600
1. Object Transfer for IT Expenses	0.00	0	0	0.00	0	0
FY 2006 Total	36.00	0	3,005,000	36.00	0	2,992,600
Change from Original Appropriation	0.00	0	134,400	0.00	0	122,000
% Change from Original Appropriation			4.7%			4.2%

Division of Human Resources

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	36.00	0	2,870,600	0	2,870,600
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	18,200	0	18,200
Governor's Recommendation	0.00	0	18,200	0	18,200
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	0	(2,900)	0	(2,900)
FY 2005 Total Appropriation					
Agency Request	36.00	0	2,888,800	0	2,888,800
Governor's Recommendation	36.00	0	2,885,900	0	2,885,900
Removal of One-Time Expenditures					
Agency Request	0.00	0	(46,500)	0	(46,500)
Governor's Recommendation	0.00	0	(44,500)	0	(44,500)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	0	900	0	900
FY 2006 Base					
Agency Request	36.00	0	2,842,300	0	2,842,300
Governor's Recommendation	36.00	0	2,842,300	0	2,842,300
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	0	33,300	0	33,300
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
Governor's Recommendation	0.00	0	25,800	0	25,800
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	0	4,900	0	4,900
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
9 PCs (\$7,700), 3 laptops (\$7,200), 10 monitors (\$4,800), 9 printers (\$2,700), 1 server (\$3,700), and 1 uninterruptible power source (\$1,900).					
Agency Request	0.00	0	28,000	0	28,000
Governor's Recommendation	0.00	0	28,000	0	28,000

Division of Human Resources

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of State Controller services.					
Agency Request	0.00	0	6,000	0	6,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>6,000</i>	<i>0</i>	<i>6,000</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	0	18,500	0	18,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>18,500</i>	<i>0</i>	<i>18,500</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	72,000	0	72,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>72,000</i>	<i>0</i>	<i>72,000</i>
FY 2006 Program Maintenance					
Agency Request	36.00	0	3,005,000	0	3,005,000
<i>Governor's Recommendation</i>	<i>36.00</i>	<i>0</i>	<i>2,992,600</i>	<i>0</i>	<i>2,992,600</i>
1. Object Transfer for IT Expenses					
This enhancement would authorize the division to move \$15,600 in operating expenses to personnel costs. The division would reclassify an existing position in order to meet the demand for creating and maintaining its IT systems. The fiscal impact nets to zero.					
Agency Request	0.00	0	0	0	0
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Total					
Agency Request	36.00	0	3,005,000	0	3,005,000
<i>Governor's Recommendation</i>	<i>36.00</i>	<i>0</i>	<i>2,992,600</i>	<i>0</i>	<i>2,992,600</i>
Agency Request					
Change from Original App	0.00	0	134,400	0	134,400
% Change from Original App	0.0%		4.7%		4.7%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>122,000</i>	<i>0</i>	<i>122,000</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>4.2%</i>		<i>4.2%</i>

Human Rights Commission

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	575,900	572,100	593,800	614,900	611,900
Dedicated	6,700	2,600	6,700	6,800	6,700
Federal	197,900	207,000	197,800	218,800	217,300
Total:	780,500	781,700	798,300	840,500	835,900
Percent Change:		0.2%	2.1%	5.3%	4.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	592,400	579,100	616,000	652,100	649,900
Operating Expenditures	164,600	179,200	180,700	188,400	186,000
Capital Outlay	23,500	23,400	1,600	0	0
Total:	780,500	781,700	798,300	840,500	835,900
Full-Time Positions (FTP)	11.00	11.00	11.00	11.00	11.00

Division Description

The Human Rights Commission is statutorily charged with the enforcement of the Idaho Human Rights Act, which prohibits discrimination based on race, color, religion, sex, and national origin in the areas of employment, educational services, public accommodations, and real estate transactions. Disability and age discrimination are also prohibited in the workplace. The commission is also charged with enforcing Idaho Code §44-1701 et seq. which prohibits employers from paying different wages for comparable work solely on the basis of gender.

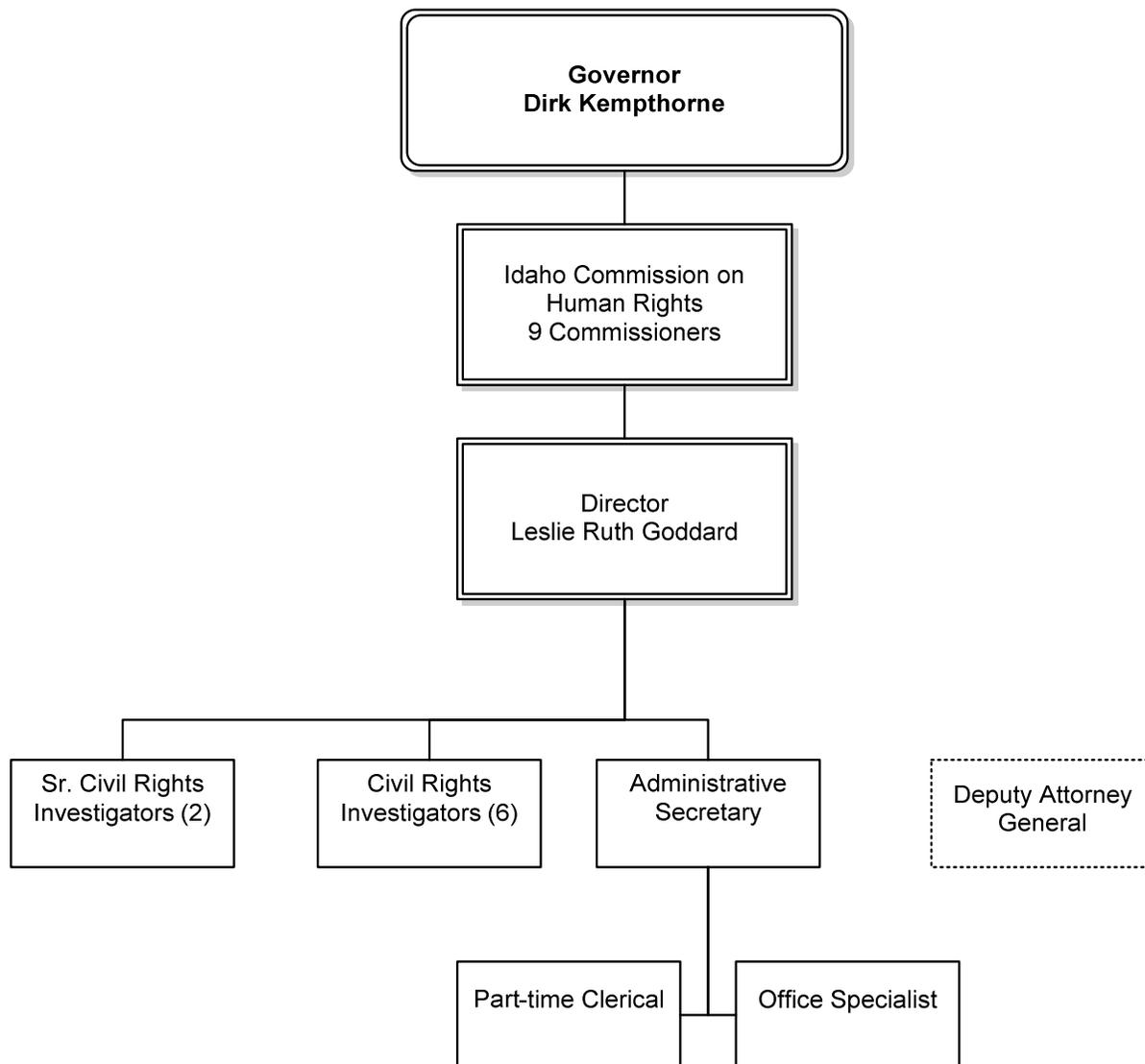
Enforcement of the aforementioned statutes is accomplished through education, by processing the administrative complaints of alleged discrimination filed by those who claim to be victims, and by litigating on behalf of aggrieved parties when the commission determines such action to be appropriate.

The commission also has a contract with the federal Equal Employment Opportunity Commission to handle administrative cases arising in Idaho, which allege violations of three federal laws prohibiting discrimination in employment (Title VII of the 1964 Civil Rights Act, Age Discrimination in Employment Act, and Americans with Disabilities Act). The Human Rights Commission may file court cases alleging violations of federal law under appropriate circumstances.

[Statutory Authority: Idaho Code §67-5901 et seq.]

Commission on Human Rights Agency Profile

Analyst: Freeman



Commission on Human Rights

Agency Profile

Analyst: Freeman

Sources of Funds

**FY 2005
Original**

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.	\$593,800
Federal Grant (0348): Federal funds from federal contracts authorized under Title VII of the Civil Rights Act of 1964, the Age Discrimination Employment Act, and Title I of the Americans With Disabilities Act. The federal administering agency for these funds is the Equal Employment Opportunity Commission.	\$197,800
Miscellaneous Revenue (0349): Receipts are from miscellaneous non-governmental sources such as copy costs for reproducing case files for parties.	\$6,700
	\$791,607

Selected Measures

Fiscal Year	FY 2001	FY 2002	FY 2003	FY 2004
1. Total Number of Discrimination Charges Filed	558	483	579	520
2. Types of Discrimination Charges Filed				
Employment	535	470	568	506
Education	4	6	3	2
Housing	9	0	1	2
Public Accommodation	10	7	7	10
3. Discrimination Charges Based On:*				
Gender**	40%	40%	48%	39%
Race/Color/National Origin	23%	15%	19%	16%
Disability	24%	22%	17%	19%
Retaliation	27%	25%	23%	25%
Age	15%	13%	14%	18%
Religion	6%	7%	4%	7%
4. Geographic Distribution of Charges				
Southwest Idaho	55%	51%	53%	48%
Eastern Idaho	18%	21%	18%	19%
Northern Idaho	15%	13%	16%	15%
Central Idaho	12%	15%	13%	17%

* Percentages in each fiscal year add to more than 100% due to charges that are based on more than one discrimination issue, such as charges based on both age and race discrimination, or both gender and religion.

** e.g. sexual harassment, gender-based wage rate differentials, etc.

Human Rights Commission

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	11.00	593,800	798,300	11.00	593,800	798,300
HB 805 One-time 1% Salary Increase	0.00	4,300	5,200	0.00	4,300	5,200
Governor's Rescission	0.00	0	0	0.00	(400)	(400)
FY 2005 Total Appropriation	11.00	598,100	803,500	11.00	597,700	803,100
Removal of One-Time Expenditures	0.00	(4,300)	(6,800)	0.00	(4,200)	(6,700)
Base Adjustments	0.00	0	0	0.00	300	300
FY 2006 Base	11.00	593,800	796,700	11.00	593,800	796,700
Benefit Costs	0.00	8,100	9,900	0.00	6,300	7,700
Inflationary Adjustments	0.00	1,200	2,400	0.00	0	0
Nonstandard Adjustments	0.00	(9,700)	5,300	0.00	(9,700)	5,300
Change in Employee Compensation	0.00	4,300	5,200	0.00	4,300	5,200
27th Payroll	0.00	17,200	21,000	0.00	17,200	21,000
FY 2006 Total	11.00	614,900	840,500	11.00	611,900	835,900
Change from Original Appropriation	0.00	21,100	42,200	0.00	18,100	37,600
% Change from Original Appropriation		3.6%	5.3%		3.0%	4.7%

Human Rights Commission

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	11.00	593,800	6,700	197,800	798,300
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	4,300	0	900	5,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,300</i>	<i>0</i>	<i>900</i>	<i>5,200</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(400)</i>	<i>0</i>	<i>0</i>	<i>(400)</i>
FY 2005 Total Appropriation					
Agency Request	11.00	598,100	6,700	198,700	803,500
<i>Governor's Recommendation</i>	<i>11.00</i>	<i>597,700</i>	<i>6,700</i>	<i>198,700</i>	<i>803,100</i>
Removal of One-Time Expenditures					
Agency Request	0.00	(4,300)	0	(2,500)	(6,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(4,200)</i>	<i>0</i>	<i>(2,500)</i>	<i>(6,700)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>300</i>	<i>0</i>	<i>0</i>	<i>300</i>
FY 2006 Base					
Agency Request	11.00	593,800	6,700	196,200	796,700
<i>Governor's Recommendation</i>	<i>11.00</i>	<i>593,800</i>	<i>6,700</i>	<i>196,200</i>	<i>796,700</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	8,100	0	1,800	9,900
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,300</i>	<i>0</i>	<i>1,400</i>	<i>7,700</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	1,200	100	1,100	2,400
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Human Rights Commission

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
Reflects an increase in federal funds spending authority to meet the ongoing financial obligations of the commission. Also included are changes in the Statewide Cost Allocation Plan state agencies are charged for their actual use of Attorney General, State Controller and State Treasurer services.					
Agency Request	0.00	(9,700)	0	15,000	5,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(9,700)</i>	<i>0</i>	<i>15,000</i>	<i>5,300</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	4,300	0	900	5,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,300</i>	<i>0</i>	<i>900</i>	<i>5,200</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	17,200	0	3,800	21,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>17,200</i>	<i>0</i>	<i>3,800</i>	<i>21,000</i>
FY 2006 Total					
Agency Request	11.00	614,900	6,800	218,800	840,500
<i>Governor's Recommendation</i>	<i>11.00</i>	<i>611,900</i>	<i>6,700</i>	<i>217,300</i>	<i>835,900</i>
Agency Request					
Change from Original App	0.00	21,100	100	21,000	42,200
% Change from Original App	0.0%	3.6%	1.5%	10.6%	5.3%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>18,100</i>	<i>0</i>	<i>19,500</i>	<i>37,600</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>3.0%</i>	<i>0.0%</i>	<i>9.9%</i>	<i>4.7%</i>

State Liquor Dispensary

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	10,598,800	10,534,800	11,339,400	12,601,000	12,529,000
Percent Change:		(0.6%)	7.6%	11.1%	10.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,983,400	6,878,700	7,611,000	8,550,200	8,519,200
Operating Expenditures	3,456,400	3,435,700	3,230,800	3,551,500	3,510,500
Capital Outlay	159,000	220,400	497,600	499,300	499,300
Total:	10,598,800	10,534,800	11,339,400	12,601,000	12,529,000
Full-Time Positions (FTP)	150.00	150.00	160.00	170.00	170.00

Division Description

The State Liquor Dispensary has the following general powers and duties:

(a) Regulation of Liquor Traffic: To permit, license, inspect, and regulate the manufacture, importation, transportation, storage, sale, and delivery of alcoholic liquor for purposes permitted by law.

(b) Traffic in Liquor: To buy, import, transport, store, sell, and deliver alcoholic liquor.

(c) Operation of Liquor Stores: To establish, maintain, and discontinue warehouses, state liquor stores and distribution stations.

(d) Acquisition of Real Estate: To acquire, buy, and lease real estate, and to improve and equip the same for the conduct of its business.

(e) Acquisition of Personal Property: To acquire, buy, and lease personal property necessary and convenient for the conduct of its business.

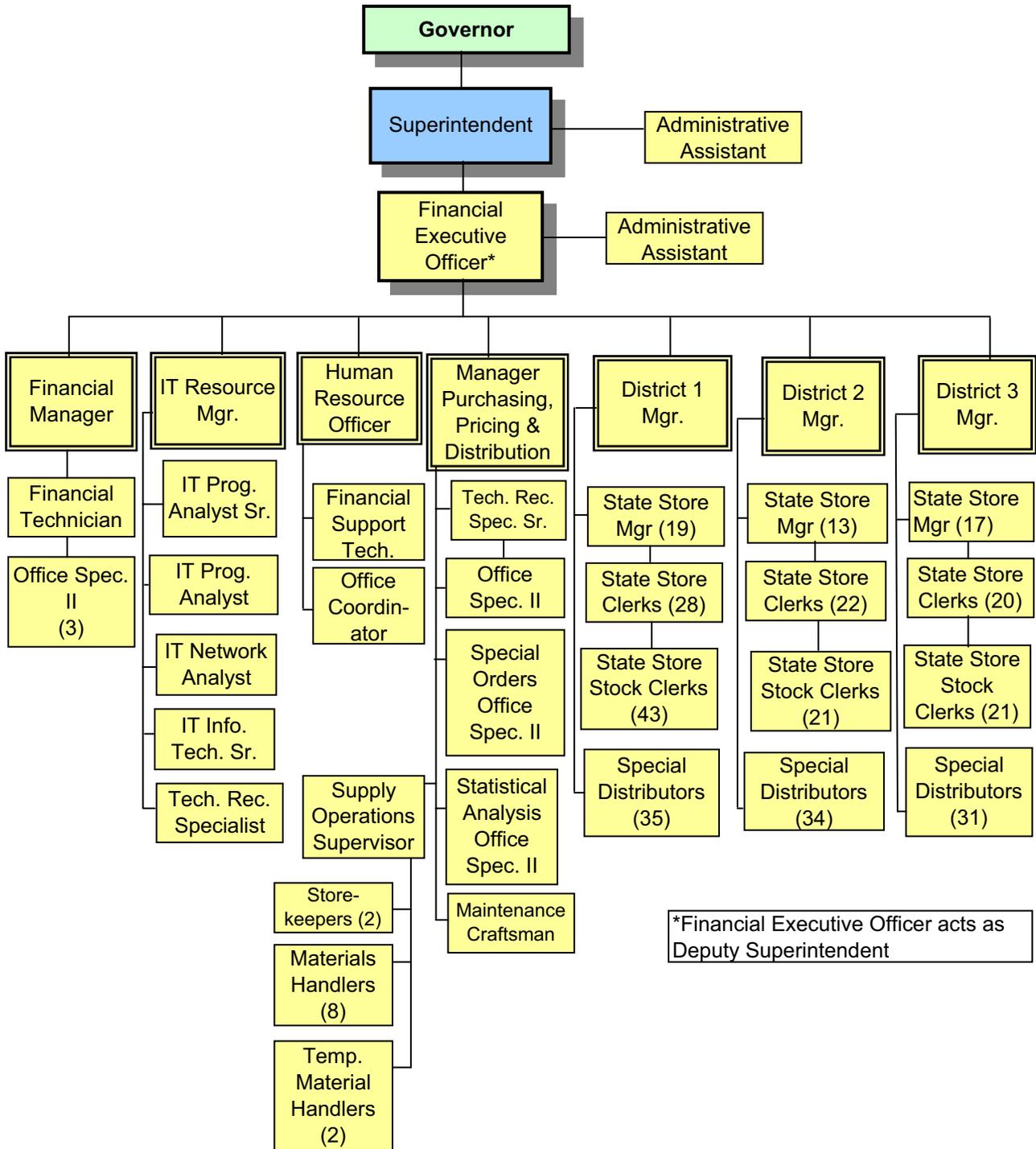
(f) Making Reports: To report to the governor annually, and at such other times as he may require, concerning the condition, management, and financial transactions of the dispensary.

The Liquor Dispensary is charged with exercising its powers as to curtail the intemperate use of alcoholic beverages. It shall not attempt to stimulate the normal demands of temperate consumers of alcohol, irrespective of the effect on the revenue derived by the state from the resale of intoxicating liquor.

[Statutory Authority: Idaho Code §23-201 et seq.]

Liquor Dispensary Agency Profile

Analyst: Freeman



*Financial Executive Officer acts as Deputy Superintendent

Sources of Funds

Liquor Control (0418): Derived from the sale of alcoholic beverages, excise taxes, licenses, permits, fees, profits on sales, sales of equipment and supplies. In addition, all moneys from the purchase of properties, buildings, plants, apparatus, real estate, and securities, including any interest, are included in the Liquor Fund.

**FY 2005
Original
\$11,339,400**

Liquor Dispensary Agency Profile

Analyst: Freeman

Profit Distribution

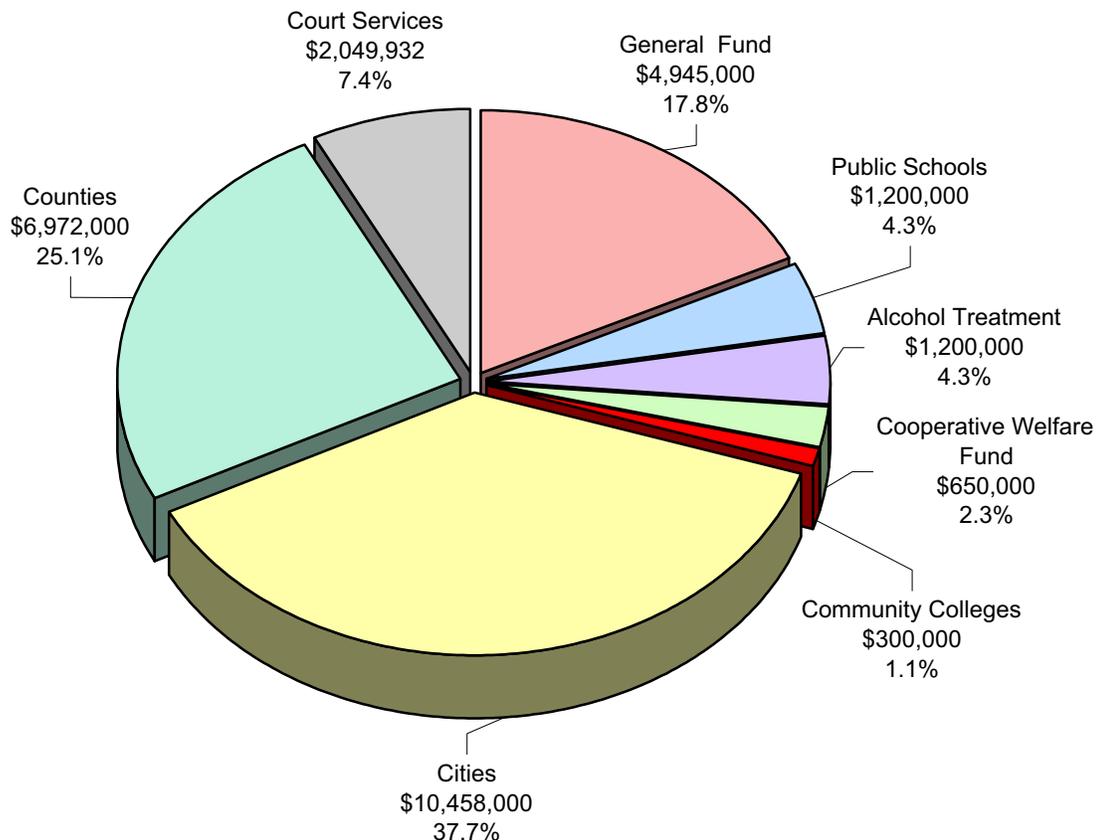
- FY 2004 Supreme Court appropriation (2003 Idaho Sess. Laws 334) appropriated \$440,000 from the Liquor Control fund for Drug Court/Family Court Services.
- Beginning in FY 2004, 2% surcharge on sales is transferred monthly to the Drug and Family Court Services fund.

- Annual fixed distributions totaling \$8,295,000 to General Fund, Public Schools, Alcoholism Treatment Fund, Cooperative Welfare Fund, and Community Colleges.

Remainder of profits distributed as follows:

- 40% to counties in proportion to sales in each county
- 60% to cities as follows:
 - > 90% to those incorporated cities with liquor stores in proportion to sales
 - > 10% to those incorporated cities without liquor stores in proportion to population

FY 2004 Profit Distribution Total = \$27,774,932 million



State Liquor Dispensary

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	160.00	0	11,339,400	160.00	0	11,339,400
HB 805 One-time 1% Salary Increase	0.00	0	58,100	0.00	0	58,100
Governor's Rescission	0.00	0	0	0.00	0	(32,700)
FY 2005 Total Appropriation	160.00	0	11,397,500	160.00	0	11,364,800
Removal of One-Time Expenditures	0.00	0	(555,700)	0.00	0	(550,400)
Base Adjustments	0.00	0	0	0.00	0	27,400
FY 2006 Base	160.00	0	10,841,800	160.00	0	10,841,800
Benefit Costs	0.00	0	137,000	0.00	0	106,000
Inflationary Adjustments	0.00	0	41,000	0.00	0	0
Replacement Items	0.00	0	406,300	0.00	0	406,300
Nonstandard Adjustments	0.00	0	92,800	0.00	0	92,800
Change in Employee Compensation	0.00	0	64,000	0.00	0	64,000
27th Payroll	0.00	0	252,800	0.00	0	252,800
FY 2006 Program Maintenance	160.00	0	11,835,700	160.00	0	11,763,700
1. Sunday Liquor Sales	6.00	0	381,100	6.00	0	381,100
2. New Liquor Stores	4.00	0	384,200	4.00	0	384,200
FY 2006 Total	170.00	0	12,601,000	170.00	0	12,529,000
Change from Original Appropriation	10.00	0	1,261,600	10.00	0	1,189,600
% Change from Original Appropriation			11.1%			10.5%

State Liquor Dispensary

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	160.00	0	11,339,400	0	11,339,400
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	58,100	0	58,100
Governor's Recommendation	0.00	0	58,100	0	58,100
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	0	(32,700)	0	(32,700)
FY 2005 Total Appropriation					
Agency Request	160.00	0	11,397,500	0	11,397,500
Governor's Recommendation	160.00	0	11,364,800	0	11,364,800
Removal of One-Time Expenditures					
<i>Reflects removal of funding for one-time salary increase and replacement capital outlay.</i>					
Agency Request	0.00	0	(555,700)	0	(555,700)
Governor's Recommendation	0.00	0	(550,400)	0	(550,400)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	0	27,400	0	27,400
FY 2006 Base					
Agency Request	160.00	0	10,841,800	0	10,841,800
Governor's Recommendation	160.00	0	10,841,800	0	10,841,800
Benefit Costs					
<i>Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.</i>					
Agency Request	0.00	0	137,000	0	137,000
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
Governor's Recommendation	0.00	0	106,000	0	106,000
Inflationary Adjustments					
<i>Includes a general inflationary increase of 1.3% in operating expenditures.</i>					
Agency Request	0.00	0	41,000	0	41,000
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0

State Liquor Dispensary

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
One sport utility vehicle (\$30,000), 1 store relocation (\$45,000), remodel 17 stores (\$198,000), replace shelves & counters in 13 stores (\$66,500), 10 store receipt printers (\$3,800), and 1 computer network backup (\$63,000).					
Agency Request	0.00	0	406,300	0	406,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>406,300</i>	<i>0</i>	<i>406,300</i>
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums by the Department of Administration and \$77,000 in contractual rent increases included in the 52 state liquor store leases.					
Agency Request	0.00	0	92,800	0	92,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>92,800</i>	<i>0</i>	<i>92,800</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	64,000	0	64,000
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>64,000</i>	<i>0</i>	<i>64,000</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	252,800	0	252,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>252,800</i>	<i>0</i>	<i>252,800</i>
FY 2006 Program Maintenance					
Agency Request	160.00	0	11,835,700	0	11,835,700
<i>Governor's Recommendation</i>	<i>160.00</i>	<i>0</i>	<i>11,763,700</i>	<i>0</i>	<i>11,763,700</i>
1. Sunday Liquor Sales					
In 2004, the Legislature authorized local county option approval of Sunday liquor sales. This enhancement would provide the personnel (6 FTPs) and funding (\$381,100) necessary to operate 12 of its 52 stores on Sundays in counties which have authorized the sale of liquor on Sundays.					
Agency Request	6.00	0	381,100	0	381,100
<i>Governor's Recommendation</i>	<i>6.00</i>	<i>0</i>	<i>381,100</i>	<i>0</i>	<i>381,100</i>
2. New Liquor Stores					
This enhancement would provide 4 FTPs and \$384,200, and authorize opening two new liquor stores in Boise and Pocatello.					
Agency Request	4.00	0	384,200	0	384,200
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>0</i>	<i>384,200</i>	<i>0</i>	<i>384,200</i>
FY 2006 Total					
Agency Request	170.00	0	12,601,000	0	12,601,000
<i>Governor's Recommendation</i>	<i>170.00</i>	<i>0</i>	<i>12,529,000</i>	<i>0</i>	<i>12,529,000</i>

State Liquor Dispensary

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	10.00	0	1,261,600	0	1,261,600
% Change from Original App	6.3%		11.1%		11.1%
<i>Governor's Recommendation</i>					
Change from Original App	10.00	0	1,189,600	0	1,189,600
% Change from Original App	6.3%		10.5%		10.5%

Military Division

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Military Management	2,596,000	2,333,000	2,707,000	2,912,700	2,847,000
Federal/State Agreements	14,692,200	16,120,400	16,085,100	18,354,200	18,211,300
Homeland Security	0	0	23,452,800	24,240,600	23,724,600
Disaster Services	2,677,900	4,026,200	0	0	0
Hazardous Materials	3,858,800	10,528,000	0	0	0
Total:	23,824,900	33,007,600	42,244,900	45,507,500	44,782,900
BY FUND CATEGORY					
General	4,729,400	4,749,700	4,922,700	5,868,000	5,546,400
Dedicated	217,100	214,300	218,700	276,000	273,700
Federal	18,878,400	28,043,600	37,103,500	39,363,500	38,962,800
Total:	23,824,900	33,007,600	42,244,900	45,507,500	44,782,900
Percent Change:		38.5%	28.0%	7.7%	6.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,582,400	10,919,600	13,262,500	14,511,600	14,462,800
Operating Expenditures	12,655,100	10,765,600	14,223,000	15,569,600	15,370,700
Capital Outlay	0	1,858,200	0	375,000	90,000
Trustee/Benefit	587,400	9,464,200	14,759,400	15,051,300	14,859,400
Total:	23,824,900	33,007,600	42,244,900	45,507,500	44,782,900
Full-Time Positions (FTP)	180.80	180.80	205.80	205.80	205.80

Division Description

The Military Division is headed by the Adjutant General, who is appointed by and reports to the Governor. The division serves as the state's National Guard unit. Descriptions of the Military Division's three programs are as follows:

MILITARY MANAGEMENT - The purpose of the Military Management program is to provide effective and responsive overall management to ensure mission capability and to meet the goals of the state and federal governments, as established by law. The program is also charged with operating and maintaining the state's 25 armories in a cost-effective manner to provide storage and security for federal property and facilities.

FEDERAL/STATE AGREEMENTS - This program is a joint venture between the state and the National Guard Bureau. Service contracts are negotiated annually in which the state provides services to the National Guard and is reimbursed by the federal government for 75 to 100 percent of costs. The purpose of Federal/State Cooperative Agreements is to operate and maintain the Gowen Field complexes, desert training range facilities, and nine maintenance shops located throughout the state.

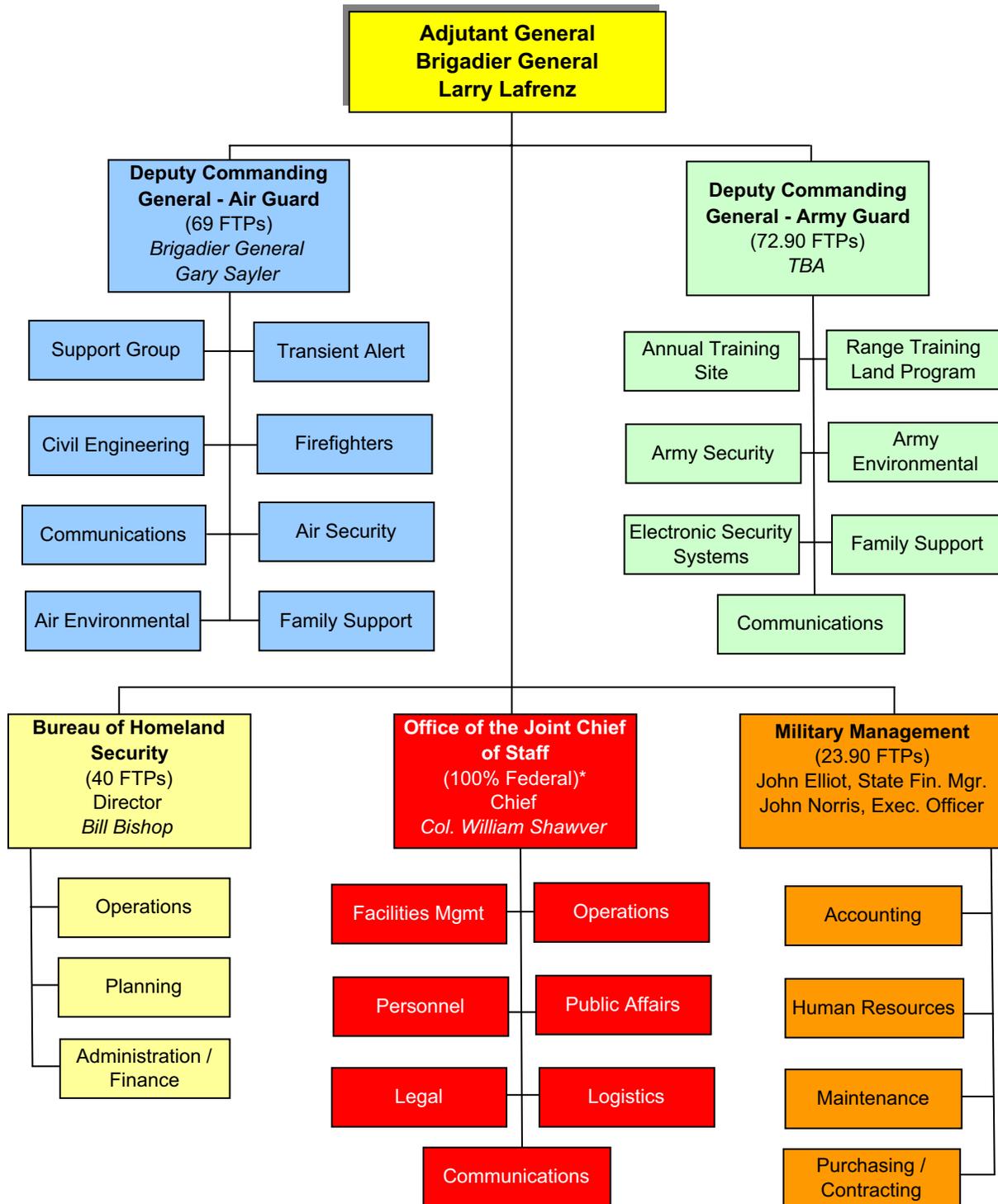
HOMELAND SECURITY - Exec. Order No. 2003-11 and 2004 Idaho Sess. Laws 58 (amending Idaho Code §39-7101 et seq. and Idaho Code §46-1001) created the Bureau of Homeland Security which supercedes and combines the functions of the Bureau of Disaster Services and the Bureau of Hazardous Materials.

* Disaster Services - The Bureau of Disaster Services coordinated the state and federal response to major emergencies and disasters, in support of local jurisdictions. The bureau established and maintained a state and local emergency management structure, and helped to mitigate, prepare, respond, and recover from the effects of all hazards.

* Hazardous Materials - The primary purpose of the Bureau of Hazardous Materials was to: (1) implement the federal Emergency Planning and Community Right to Know Act; (2) facilitate planning and coordination at state and local levels in order to provide for the prompt containment of releases of hazardous substances; and (3) provide accurate, current information and training through public education outreach activities.

Military Division Agency Profile

Analyst: Freeman



* The Office of the Joint Chief of Staff is unique to state government in that it operates as a separate federal entity, yet remains under the command of the state adjutant general. There is **no** federal spending authority from the state for the Office of the Joint Chief of Staff.

Military Division

Agency Profile

Analyst: Freeman

Sources of Funds

	<u>FY 2004 Actual</u>	<u>Percent of Total</u>	<u>FY 2005 Estimate</u>	<u>FY 2006 Request</u>
1. General Fund (0001-00)	\$4,729,400	14.40%	\$4,951,100	\$5,868,000
<p>The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund." The fund sources are individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.</p>				
2. Indirect Cost Recovery (0125)	\$28,600	0.09%	\$105,300	\$160,700
<p>Funds collected from various federal grants and contracts based on a federally approved indirect cost rate.</p>				
3. Federal Grant (0348)	\$28,043,600	85.38%	\$46,758,900	\$39,363,500
<p>(1) This fund consists of money received from the federal government as reimbursement for the operations and maintenance of Gowen Field facilities and Armories, environmental costs, security, training, firefighting, family support, communication charges, recruiting expenses, and armory intrusion detection maintenance costs. The general fund is allotted in the proper amount to match the federal funds per the funding agreements. Federal funds are supplied via 13 cooperative funding agreements between the State of Idaho and the National Guard Bureau. (2) Federal grants from the Department of Homeland Security and Department of Transportation provide federal funding to the Bureau of Homeland Security. The grants are used for the procurements of specialized terrorist response equipment and for the planning, training and exercises for terrorist events. Also the funds are used to train state and local communities to mitigate, respond and recover from disasters and to plan and train for hazardous material emergencies and incident responses.</p>				
4. Miscellaneous Revenue (0349)	\$15,100	0.05%	\$38,800	\$39,300
<p>Miscellaneous income from surplus property sales, cost reimbursement for full-time federal employees housed in the state armories, and other occasional and miscellaneous sources.</p>				
5. Armory Revenue (0349-82)	\$29,000	0.09%	\$75,000	\$76,000
<p>Derived from the rental of Armory facilities.</p>				
Total	\$32,845,700	100%	\$51,929,100	\$45,507,500

Military Division

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	205.80	4,922,700	42,244,900	205.80	4,922,700	42,244,900
HB 805 One-time 1% Salary Increase	0.00	28,400	95,400	0.00	28,400	95,400
Governor's Rescission	0.00	0	0	0.00	(41,700)	(42,100)
HazMat Deficiency Warrant	0.00	141,600	141,600	0.00	141,600	141,600
Other Approp Adjustments	0.00	(141,600)	(141,600)	0.00	(141,600)	(141,600)
FY 2005 Total Appropriation	205.80	4,951,100	42,340,300	205.80	4,909,400	42,298,200
Non-Cognizable Funds and Transfers	0.00	0	9,588,800	0.00	0	9,588,800
FY 2005 Estimated Expenditures	205.80	4,951,100	51,929,100	205.80	4,909,400	51,887,000
Removal of One-Time Expenditures	0.00	(28,400)	(9,684,200)	0.00	(17,100)	(9,672,500)
Base Adjustments	0.00	0	0	0.00	30,400	30,400
FY 2006 Base	205.80	4,922,700	42,244,900	205.80	4,922,700	42,244,900
Benefit Costs	0.00	55,900	216,200	0.00	43,300	167,400
Inflationary Adjustments	0.00	17,500	370,800	0.00	0	0
Replacement Items	0.00	361,500	375,000	0.00	90,000	90,000
Nonstandard Adjustments	0.00	171,300	1,459,100	0.00	171,300	1,459,100
Change in Employee Compensation	0.00	30,300	117,100	0.00	30,300	117,100
27th Payroll	0.00	118,200	457,400	0.00	118,200	457,400
FY 2006 Program Maintenance	205.80	5,677,400	45,240,500	205.80	5,375,800	44,535,900
1. Maintenance - Emergency Alert Sys.	0.00	5,100	5,100	0.00	5,100	5,100
2. M&O Costs for Readiness Center	0.00	25,500	101,900	0.00	25,500	101,900
3. Tuition Assistance	0.00	100,000	100,000	0.00	100,000	100,000
4. Military Historical Museum	0.00	60,000	60,000	0.00	40,000	40,000
FY 2006 Total	205.80	5,868,000	45,507,500	205.80	5,546,400	44,782,900
Change from Original Appropriation	0.00	945,300	3,262,600	0.00	623,700	2,538,000
% Change from Original Appropriation		19.2%	7.7%		12.7%	6.0%

Military Division

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	205.80	4,922,700	218,700	37,103,500	42,244,900
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	28,400	400	66,600	95,400
Governor's Recommendation	0.00	28,400	400	66,600	95,400
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(41,700)	(400)	0	(42,100)
HazMat Deficiency Warrant					
Homeland Security					
This is one-time funding to pay deficiency warrants issued in response to costs associated with the cleanup of hazardous materials incidents throughout the state.					
Agency Request	0.00	141,600	0	0	141,600
Governor's Recommendation	0.00	141,600	0	0	141,600
Other Approp Adjustments					
Transfer General Fund monies to the Hazardous Substance Emergency Response Fund where actual costs were incurred.					
Agency Request	0.00	(141,600)	0	0	(141,600)
Governor's Recommendation	0.00	(141,600)	0	0	(141,600)
FY 2005 Total Appropriation					
Agency Request	205.80	4,951,100	219,100	37,170,100	42,340,300
Governor's Recommendation	205.80	4,909,400	218,700	37,170,100	42,298,200
Non-Cognizable Funds and Transfers					
State/Federal Agreements: Shifts .25 FTP from General to federal funds. Reflects \$800,000 increase in non-cognizable federal spending authority.					
Homeland Security: Reflects \$8,788,800 increase in non-cognizable federal spending authority.					
Agency Request	0.00	0	0	9,588,800	9,588,800
Governor's Recommendation	0.00	0	0	9,588,800	9,588,800
FY 2005 Estimated Expenditures					
Agency Request	205.80	4,951,100	219,100	46,758,900	51,929,100
Governor's Recommendation	205.80	4,909,400	218,700	46,758,900	51,887,000
Removal of One-Time Expenditures					
Agency Request	0.00	(28,400)	(400)	(9,655,400)	(9,684,200)
Governor's Recommendation	0.00	(17,100)	0	(9,655,400)	(9,672,500)

Military Division

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Base Adjustments

Reflects the following transfers: (1) \$36,000 from personnel to operating to cover state operating match requirements. (2) 1 FTP from Federal/State Agreements to Military Mangement. (3) \$200,000 general funds from Military Management to Federal/State Agreements for armory maintenance. (4) 1 FTP from Homeland Security to Federal/State Agreements

Agency Request	0.00	0	0	0	0
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Restore risk management rescission to the base.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>30,400</i>	<i>0</i>	<i>0</i>	<i>30,400</i>
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FY 2006 Base					
Agency Request	205.80	4,922,700	218,700	37,103,500	42,244,900
<i>Governor's Recommendation</i>	<i>205.80</i>	<i>4,922,700</i>	<i>218,700</i>	<i>37,103,500</i>	<i>42,244,900</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates and an increase in workers compensation rates.

Agency Request	0.00	55,900	1,000	159,300	216,200
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The Governor does not recommend increases related to changes in the Public Employee Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>43,300</i>	<i>800</i>	<i>123,300</i>	<i>167,400</i>
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	17,500	2,100	351,200	370,800
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Replacement Items

Military Management

Capital Outlay: 8 PCs (\$12,000), 2 laptops (\$5,000), 3 printers (\$3,900), 2 servers (\$10,000).

Federal/State Agreements

Capital Outlay: lawn care equipment - mower and trimmers (\$18,000).

Homeland Security

Capital Outlay: 4 PCs (\$6,000), 11 laptops (\$27,500), 2 laser printers (\$2,600), 3 sport utility vehicles (\$90,000), and 1 emergency response vehicle (\$200,000).

Agency Request	0.00	361,500	0	13,500	375,000
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The Governor recommends \$90,000 in one-time General Funds for the replacement of three vehicles.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>90,000</i>	<i>0</i>	<i>0</i>	<i>90,000</i>
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Military Division

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

Military Management: (1) Reflects \$10,700 for step increases and \$42,900 to adjust CEC to projected federal COLA of 4%. (2) Reflects an adjustment in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan, and a reduction in Risk Management property/casualty rates. (3) Reflects a \$50,000 increase in spending authority for indirect funds due to an increase in receipts from existing Office of Domestic Preparedness grants.

Federal/State Agreements: (1) Reflects \$65,100 for step increases, and \$227,500 to adjust CEC to projected federal COLA of 4%. (2) Reflects \$914,000 (96%) in federal funds and \$38,000 (4%) in matching General Funds for an increase in the National Guard Bureau's funding for sustainment, repair and maintenance of training facilities.

Homeland Security: Reflects \$32,200 for step increases and \$66,000 to adjust CEC to projected federal COLA of 4%.

Agency Request	0.00	171,300	51,600	1,236,200	1,459,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>171,300</i>	<i>51,600</i>	<i>1,236,200</i>	<i>1,459,100</i>

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	30,300	500	86,300	117,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>30,300</i>	<i>500</i>	<i>86,300</i>	<i>117,100</i>

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	118,200	2,100	337,100	457,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>118,200</i>	<i>2,100</i>	<i>337,100</i>	<i>457,400</i>

FY 2006 Program Maintenance

Agency Request	205.80	5,677,400	276,000	39,287,100	45,240,500
<i>Governor's Recommendation</i>	<i>205.80</i>	<i>5,375,800</i>	<i>273,700</i>	<i>38,886,400</i>	<i>44,535,900</i>

1. Maintenance - Emergency Alert Sys.

Bureau of Homeland Security

This enhancement is for \$5,100 in ongoing General Funds for the cost of maintaining two new mountain-top repeaters and transmitters to meet statewide communications requirements for the Emergency Alert System. These transmitters have already been purchased and installed, this would simply provide for the cost of maintenance and repairs as needed.

Agency Request	0.00	5,100	0	0	5,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>5,100</i>	<i>0</i>	<i>0</i>	<i>5,100</i>

2. M&O Costs for Readiness Center

Federal/State Agreements

This enhancement would provide an additional General Fund appropriation and federal spending authority to maintain the new 77,000 square foot readiness center at Gowen Field. The federal government funded 100% of the construction costs, but maintenance and operations are to be funded 25% state /75% federal.

Agency Request	0.00	25,500	0	76,400	101,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>25,500</i>	<i>0</i>	<i>76,400</i>	<i>101,900</i>

Military Division

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. Tuition Assistance

Military Management

This enhancement would provide \$100,000 in ongoing General Funds in support of the Military Division's tuition assistance program. Funding for this program was cut in half as a result of budget cuts in FY 2003. This would restore full funding to the program. The National Guard considers this a valuable tool for recruitment and retention. In FY 2004, \$155,300 was reimbursed to 642 participants, but the federal government had to infuse funds into the state's program to cover all the reimbursements requested. Federal funding will not be available in FY2006 to cover such a shortfall.

Agency Request	0.00	100,000	0	0	100,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>100,000</i>	<i>0</i>	<i>0</i>	<i>100,000</i>

4. Military Historical Museum

Military Management

This request would provide \$20,000 in ongoing General Fund money to allow the Division to hire a contract curator for the military museum, and \$40,000 in one-time General Funds for needed repairs and maintenance. The Idaho Military Historical Museum was established to enable the Adjutant General to fulfill his obligation as required by the state constitution. The museum currently operates with part-time volunteers.

Agency Request	0.00	60,000	0	0	60,000
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The Governor recommends \$40,000 in one-time General Funds for maintenance and repairs needed at the Idaho Military Historical Museum.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>40,000</i>	<i>0</i>	<i>0</i>	<i>40,000</i>
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FY 2006 Total					
Agency Request	205.80	5,868,000	276,000	39,363,500	45,507,500
<i>Governor's Recommendation</i>	<i>205.80</i>	<i>5,546,400</i>	<i>273,700</i>	<i>38,962,800</i>	<i>44,782,900</i>

Agency Request

Change from Original App	0.00	945,300	57,300	2,260,000	3,262,600
% Change from Original App	0.0%	19.2%	26.2%	6.1%	7.7%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>623,700</i>	<i>55,000</i>	<i>1,859,300</i>	<i>2,538,000</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>12.7%</i>	<i>25.1%</i>	<i>5.0%</i>	<i>6.0%</i>

Public Employee Retirement System

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration	5,417,000	4,866,100	8,338,000	5,752,800	5,709,100
Portfolio Investment	636,400	521,000	646,500	671,500	667,900
Total:	6,053,400	5,387,100	8,984,500	6,424,300	6,377,000
BY FUND CATEGORY					
Dedicated	6,053,400	5,387,100	8,984,500	6,424,300	6,377,000
Percent Change:		(11.0%)	66.8%	(28.5%)	(29.0%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,214,200	3,113,200	3,338,600	3,570,600	3,558,100
Operating Expenditures	2,724,100	2,162,100	5,456,700	2,743,000	2,708,200
Capital Outlay	115,100	111,800	189,200	110,700	110,700
Total:	6,053,400	5,387,100	8,984,500	6,424,300	6,377,000
Full-Time Positions (FTP)	63.00	63.00	63.00	63.00	63.00

Division Description

The RETIREMENT ADMINISTRATION Program administers a Defined Benefit (DB) retirement plan that is mandatory for all eligible State and school district employees, and for employees of political subdivisions which have elected to participate. The plan also provides separation, disability, death and survivor benefits. The mission of the Public Employee Retirement System of Idaho (PERSI) is to provide members and their beneficiaries with reliable, secure, long-term retirement, survivor, and disability benefits as specified by law, and to assist members in planning a secure retirement by providing high quality, friendly service, retirement education and information. The system also administers the Sick Leave Reserve Fund for State and school district retirees, from which monthly medical insurance premiums are paid, as well as the former Firemen's Retirement Fund and the Idaho Falls and Boise City Police Retirement Funds.

As part of the Gain Sharing program adopted by the 2000 legislature, PERSI established the PERSI Choice Plan, a Defined Contribution (DC) plan for the 62,000 active members of PERSI. This plan, in addition to and separate from the DB plan, provides a 401(k) plan option to all members who are eligible. In years in which investment earnings and total DB plan assets sufficiently exceed liabilities plus one standard deviation reserve, the PERSI board may declare a portion of the excess earnings as gain sharing. When gain sharing is authorized, active members receive their allocation in the form of a transfer into their DC account. Retirees receive a 13th check. Employers receive a credit against future contributions.

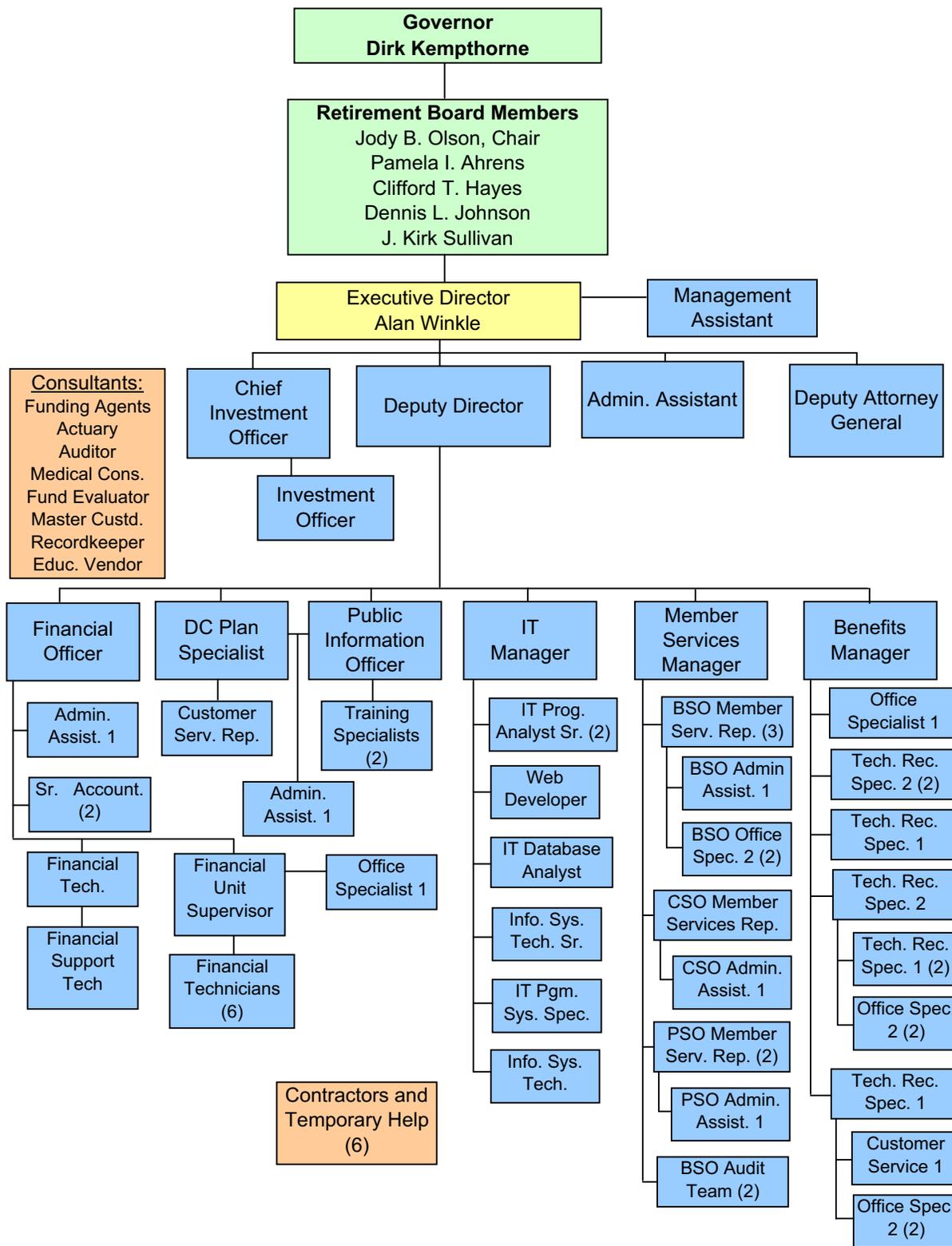
The PORTFOLIO INVESTMENT Program is responsible for the management of PERSI assets to ensure secure long-term returns on investments while minimizing investment costs. Beginning in FY 1996, the administrative costs of portfolio investment came under a fixed appropriation. The remaining investment costs continue to operate under a perpetual appropriation as provided in Idaho Code §59-1311.

401(k) ADMINISTRATION Program: FY 2003 was the final year of this program.

[Statutory Authority: Idaho Code §59-1301 et seq.]

Public Employee Retirement System Agency Profile

Analyst: Freeman



Public Employee Retirement System

Agency Profile

Analyst: Freeman

Source of Funds

PERSI Administrative (0550-01): Weekly, a portion of the retirement system's annual appropriation is transferred to the Administrative Fund. All moneys transferred to the Administrative Fund are available to the Board for the payment of administrative expenses only to the extent so appropriated by the Legislature.

**FY 2005
Original**
\$8,338,000

PERSI SPECIAL (0550-02): Public employees and employers make contributions to PERSI. In order to maximize the return on investment of these contributions, only a minimum amount of money is kept on deposit at the State Treasurer's Office. Money is wired in from PERSI's master custodian bank only when funds are needed to pay administrative expenses, benefits, or other authorized expenses.

\$646,500

\$8,984,500

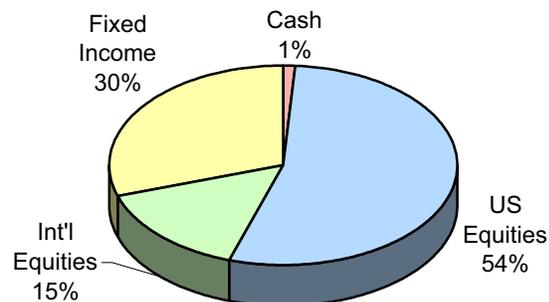
Selected Measures	FY 2003 Act.	FY 2004 Act.	FY 2005 Est.
ADMINISTRATION			
1. Benefits paid (retirements, separations, disability)	325,455,000	357,302,000	387,300,000
2. Administrative expenses (keep below .15% of total asset market value)	0.10%	0.09%	0.09%
PORTFOLIO INVESTMENT			
1. Annual investment income, net of fees	221,245,600	181,256,600	545,500,000
2. Number of investment managers at year-end	35	40	43
3. Number of investment managers hired/fired	0/1	8/3	3/0

Summary of Assets (All Plans)	FY 2003 Act.	FY 2004 Act.	FY 2005 Est.
Beginning assets	6,473.6	6,742.9	7,953.0
Plus contributions	380.0	393.1	408.5
Plus net investment income	221.4	1,181.3	545.6
Less benefits paid & other expenses	(332.1)	(364.3)	(386.5)
<i>Ending net assets (millions)</i>	6,742.9	7,953.0	8,520.6

Contribution Rates	FY 2005	FY 2006	FY 2007
Employer Rate (General Members)	10.39%	11.00%	11.61%
Employee Rate (General Members)	6.23%	6.60%	6.97%
Employer Rate (Fire/Police)	10.73%	11.34%	11.95%
Employee Rate (Fire/Police)	7.65%	8.09%	8.53%

FY 2003 restated to include information on all plans including sick leave.

This target asset allocation (whereby PERSI will consistently have about 70% of its assets in equity instruments) is the board's only way to achieve the desired 5% real return (i.e. inflation plus 5%) on investments.

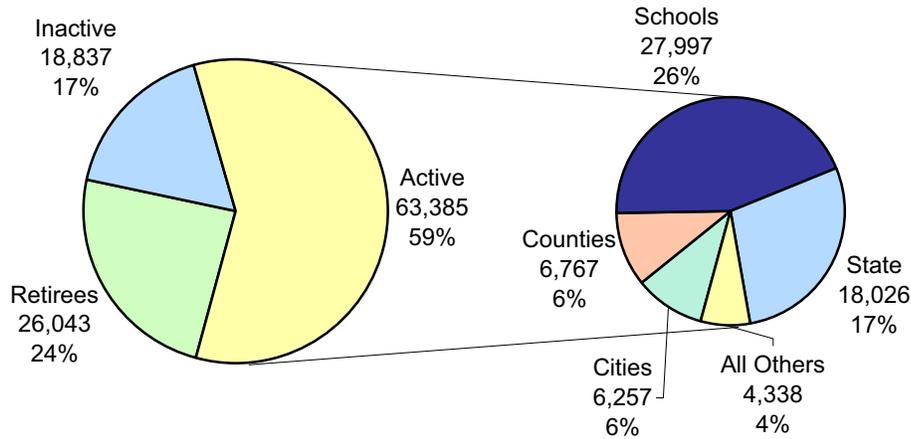


Public Employee Retirement System Agency Profile

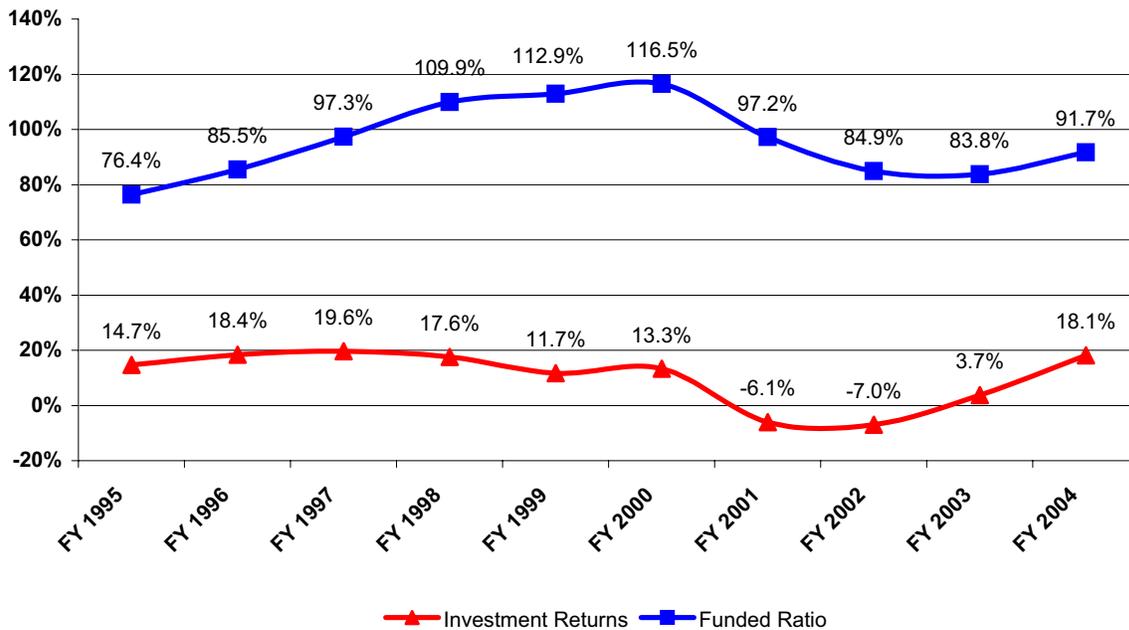
Analyst: Freeman

PERSI Membership

675 employer units belong to PERSI, for a total system membership of 108,265



PERSI - Funded Ratios and Investment Returns



The PERSI Base Plan experienced a 18.1% gross return on investments in FY 2004, which equals \$1,113.6 million in net investment gain. As of July 1, 2004, the PERSI fund was valued at over \$7.4 billion, up from \$6.3 billion the prior year. PERSI's unfunded actuarial liability at 7.8 years is less than the 25-year amortization period required by law. In November 2002, the PERSI board approved a total contribution rate increase including employee and employer rates, of 3% (phased-in over three years beginning in FY05). At the end of the phase in, contribution rates will be at the same level they were prior to November of 1997 when rates were originally reduced 3%.

Public Employee Retirement System

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	63.00	0	8,984,500	63.00	0	8,984,500
HB 805 One-time 1% Salary Increase	0.00	0	27,300	0.00	0	27,300
Governor's Rescission	0.00	0	0	0.00	0	(11,400)
FY 2005 Total Appropriation	63.00	0	9,011,800	63.00	0	9,000,400
Removal of One-Time Expenditures	0.00	0	(2,996,800)	0.00	0	(2,995,000)
Base Adjustments	0.00	0	0	0.00	0	9,600
FY 2006 Base	63.00	0	6,015,000	63.00	0	6,015,000
Benefit Costs	0.00	0	55,200	0.00	0	42,700
Inflationary Adjustments	0.00	0	34,800	0.00	0	0
Replacement Items	0.00	0	151,900	0.00	0	151,900
Nonstandard Adjustments	0.00	0	(9,400)	0.00	0	(9,400)
Change in Employee Compensation	0.00	0	28,800	0.00	0	28,800
27th Payroll	0.00	0	112,700	0.00	0	112,700
FY 2006 Program Maintenance	63.00	0	6,389,000	63.00	0	6,341,700
1. Business Process Re-engineering	0.00	0	35,300	0.00	0	35,300
FY 2006 Total	63.00	0	6,424,300	63.00	0	6,377,000
Change from Original Appropriation	0.00	0	(2,560,200)	0.00	0	(2,607,500)
% Change from Original Appropriation			(28.5%)			(29.0%)

Public Employee Retirement System

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	63.00	0	8,984,500	0	8,984,500
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	0	27,300	0	27,300
Governor's Recommendation	0.00	0	27,300	0	27,300
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	0	(11,400)	0	(11,400)
FY 2005 Total Appropriation					
Agency Request	63.00	0	9,011,800	0	9,011,800
Governor's Recommendation	63.00	0	9,000,400	0	9,000,400
Removal of One-Time Expenditures					
<i>Reflects removal of one-time 1% salary increase and Business Process Re-engineering.</i>					
Agency Request	0.00	0	(2,996,800)	0	(2,996,800)
Governor's Recommendation	0.00	0	(2,995,000)	0	(2,995,000)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	0	9,600	0	9,600
FY 2006 Base					
Agency Request	63.00	0	6,015,000	0	6,015,000
Governor's Recommendation	63.00	0	6,015,000	0	6,015,000
Benefit Costs					
<i>Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.</i>					
Agency Request	0.00	0	55,200	0	55,200
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
Governor's Recommendation	0.00	0	42,700	0	42,700
Inflationary Adjustments					
<i>Includes a general inflationary increase of 1.3% in operating expenditures.</i>					
Agency Request	0.00	0	34,800	0	34,800
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0

Public Employee Retirement System

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
RETIREMENT ADMINISTRATION					
Capital Outlay: 28 PCs (\$44,800), 3 laptops (\$6,900), 5 servers (\$30,900), 1 desk (\$800), 1 file (\$400), 1 chair (\$400), 1 cabinet (\$400), 3 printers (\$5,400), and 1 fax (\$1,600).					
Operating Expenses: Software upgrades (\$41,000).					
PORTFOLIO INVESTMENT					
Capital Outlay: 3 PCs (\$9,000), 1 color printer (\$8,000)					
Agency Request	0.00	0	151,900	0	151,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>151,900</i>	<i>0</i>	<i>151,900</i>
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property and casualty insurance premiums by the Department of Administration.					
Agency Request	0.00	0	(9,400)	0	(9,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(9,400)</i>	<i>0</i>	<i>(9,400)</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	0	28,800	0	28,800
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>28,800</i>	<i>0</i>	<i>28,800</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	0	112,700	0	112,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>112,700</i>	<i>0</i>	<i>112,700</i>
FY 2006 Program Maintenance					
Agency Request	63.00	0	6,389,000	0	6,389,000
<i>Governor's Recommendation</i>	<i>63.00</i>	<i>0</i>	<i>6,341,700</i>	<i>0</i>	<i>6,341,700</i>
1. Business Process Re-engineering			Retirement Administration		
In FY 2005, PERSI received \$2,850,300 in spending authority for Business Process Re-engineering project, which include costs for consulting and technology. This project will span over three fiscal years, with out-year project expenses handled through the statutory encumbrance process. The Business Process Re-engineering project has recommended organizational restructuring. This reorganization will move the agency from a specialized customer service structure to a generalist staffing providing separate process and member contact units for better customer services and efficiency across all PERSI benefits. In addition, cross functionally trained staff will allow PERSI to be more flexible in responding to member questions and spikes in service loads on a day to day basis. To implement this restructuring, it is necessary to reclassify 13 of 26 positions. This enhancement would provide the spending authority necessary to fund the reclassifications. The total request is for \$35,300 in ongoing personnel costs, which represents a 1.1% increase over the MCO personnel budget.					
Agency Request	0.00	0	35,300	0	35,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>35,300</i>	<i>0</i>	<i>35,300</i>
FY 2006 Total					
Agency Request	63.00	0	6,424,300	0	6,424,300
<i>Governor's Recommendation</i>	<i>63.00</i>	<i>0</i>	<i>6,377,000</i>	<i>0</i>	<i>6,377,000</i>

Public Employee Retirement System

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	0	(2,560,200)	0	(2,560,200)
% Change from Original App	0.0%		(28.5%)		(28.5%)
<i>Governor's Recommendation</i>					
Change from Original App	0.00	0	(2,607,500)	0	(2,607,500)
% Change from Original App	0.0%		(29.0%)		(29.0%)

Office of Species Conservation

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	528,900	507,600	545,100	579,500	652,100
Dedicated	15,000	0	35,000	36,000	36,000
Federal	1,500,000	668,100	1,500,000	6,503,800	6,511,300
Total:	2,043,900	1,175,700	2,080,100	7,119,300	7,199,400
Percent Change:		(42.5%)	76.9%	242.3%	246.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	523,700	406,300	559,500	590,200	651,700
Operating Expenditures	420,200	349,400	420,600	421,600	435,200
Capital Outlay	0	10,400	0	7,500	12,500
Trustee/Benefit	1,100,000	409,600	1,100,000	6,100,000	6,100,000
Total:	2,043,900	1,175,700	2,080,100	7,119,300	7,199,400
Full-Time Positions (FTP)	6.00	6.00	6.00	6.00	7.00

Division Description

The Office of Species Conservation was created in the 2000 Legislative Session with the passage of SB1490, which set up an agency within the Executive Office of the Governor (§67-818, Idaho Code). The Legislature included intent directing the agency to: 1) provide coordination and cooperation among and between various state and federal agencies with responsibilities for species management under the Endangered Species Act; 2) develop an integrated state policy toward those species; 3) solicit and review scientific information; 4) negotiate and implement conservation plans and agreements; 5) provide the resources and authority necessary to recommend an appropriate management plan for species that may be delisted under the ESA; and 6) facilitate the development and use of federal and state programs and incentives to provide protections for nonfederal landowners willing to assist in the management of federally listed endangered species, threatened species and petitioned species.

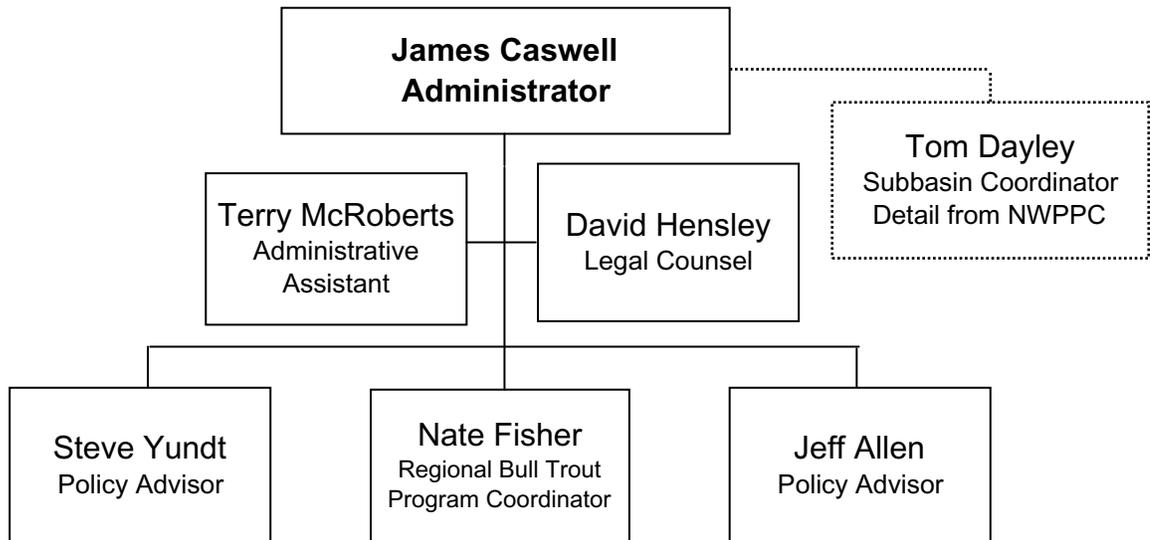
The General Fund appropriation provides for six positions: an administrator, attorney, two policy advisors, an administrative assistant, and a regional program coordinator. A small amount of dedicated spending authority is provided for donations or miscellaneous receipts. The budget also includes federal spending authority for administrative costs and pass-through monies to other entities for species conservation.

Office of Species Conservation

Agency Profile

Analyst: Houston

Organizational Chart



Staff located at Capitol Park Plaza, 300 N. 6th, Boise, leased from Dept of Lands: 1920 sq. feet at \$29,760 (\$15.50/sq.ft.)

From the 2004 - 2007 Strategic Plan

Mission

To coordinate policies and programs related to the conservation of threatened, endangered and candidate species in Idaho.

Vision

The Governor's Office of Species Conservation is dedicated to planning, coordinating, and implementing the State's actions to preserve, protect and restore species listed as threatened and endangered under the federal Endangered Species Act (ESA). This work will be done through coordination with the State natural resource agencies and with the input of the citizens of Idaho, while taking into consideration the economic vitality of the State.

Principles and Values

- * Rely upon science and common sense in developing conservation programs
- * Involve all parties impacted by recovery decisions
- * Understand and incorporate Idaho values into conservation measures
- * Incorporate the State's need for economic vitality into considerations for species recovery

Issues

- 1) Work with State natural resource agencies to coordinate actions on ESA-listed species.
- 2) Facilitate the development of protection plans for private landowners who have threatened or endangered species on their property or who have the potential to assist in the recovery of the species.
- 3) Develop processes to de-list or re-categorize species which should be removed from the ESA or have changed in management status.
- 4) In conjunction with the Northwest Power Planning Council, develop a "Subbasin Planning Process" to protect, restore and recover threatened or endangered fish, wildlife and plants in Idaho.
- 5) Advance Governor Kempthorne's continuing efforts to update and modernize the ESA.

Office of Species Conservation

Agency Profile

Analyst: Houston

Sources of Funds

	FY 2004 Expenditures	Percent of Total	FY 2005 Total Approp.	FY 2006 Request
1. General Fund (0001)	\$ 507,600	43.2%	\$ 549,200	\$ 579,500
Individual income tax, corporate income tax, sales tax, and miscellaneous taxes, fees, and interest earnings.				
2. Miscellaneous Revenue (0349-00)	0	0.0%	35,000	36,000
For FY 2005, JFAC approved spending authority for miscellaneous revenues received from the Department of Fish and Game license fees to support a Policy Advisor position.				
3. Federal Grant Fund (0348-00)	668,100	56.8%	1,500,000	6,503,800
U.S. Fish and Wildlife funds available for project grants involving wildlife species within the Endangered Species Act. Usually passed through to other governmental organizations for grant-specific purposes such as anadromous coldwater fishery projects, Gray Wolf recovery, Bruneau Hot Spring Snail Monitoring, Sage Grouse or other threatened & endangered species impact studies. In FY 2005, the Office received a Department of Commerce Pacific Coastal Recovery Fund (PCSRF) appropriation to restore Pacific salmon and steelhead populations.				
Total	\$ 1,175,700	100.0%	\$ 2,084,200	\$ 7,119,300

Threatened or Endangered Species in Idaho	
Mammals:	
Woodland Caribou	E
Gray Wolf (experimental South of I-90)	T
Grizzly Bear	T
Northern Idaho Ground Squirrel	T
Canada Linx	T
Birds:	
Whooping Crane (experimental population)	E
Bald Eagle	T
Fish:	
Kootenai River White Sturgeon	E
Sockeye Salmon	E
Bull Trout	T
Spring/Summer Chinook Salmon	T
Fall Chinook Salmon	T
Steelhead Trout	T
Invertebrates:	
Utah Valvata Snail	E
Snake River Physa Snail	E
Banbury Springs Limpet	E
Bliss Rapids Snail	E
Bruneau Hotsprings Snail	E
Idaho Springsnail	E
Plants:	
MacFarlane's Four-O'clock	T
Water Howellia	T
Ute Ladies' - Tresses	T
Spalding's Catchfly	T
TOTAL Endangered Species	10
TOTAL Threatened Species	13

The Fish and Wildlife Service, in the Department of the Interior, and the National Oceanic and Atmospheric Administration (NOAA) Fisheries, in the Department of Commerce, share responsibility for administration of the Endangered Species Act. Through the Listing Program, the Services determine whether to add a species to the Federal lists of endangered and threatened wildlife and plants. Once listed, a species is afforded the full range of protections available under the Endangered Species Act, including prohibitions on killing, harming or otherwise "taking" a species. In some instances, species listing can be avoided by the development of Candidate Conservation Agreements which may remove threats facing the candidate species.

Source: United States Fish and Wildlife Service (<http://endangered.fws.gov>) as of November 2, 2004

Office of Species Conservation

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	6.00	545,100	2,080,100	6.00	545,100	2,080,100
HB 805 One-time 1% Salary Increase	0.00	4,100	4,100	0.00	4,100	4,100
Governor's Rescission	0.00	0	0	0.00	(700)	(700)
FY 2005 Total Appropriation	6.00	549,200	2,084,200	6.00	548,500	2,083,500
Non-Cognizable Funds and Transfers	0.00	0	4,923,000	0.00	0	4,923,000
FY 2005 Estimated Expenditures	6.00	549,200	7,007,200	6.00	548,500	7,006,500
Removal of One-Time Expenditures	0.00	(4,100)	(4,927,100)	0.00	(3,700)	(4,926,700)
Base Adjustments	0.00	0	0	0.00	300	300
FY 2006 Base	6.00	545,100	2,080,100	6.00	545,100	2,080,100
Benefit Costs	0.00	6,200	6,200	0.00	4,800	4,800
Inflationary Adjustments	0.00	1,400	1,400	0.00	0	0
Replacement Items	0.00	7,500	7,500	0.00	0	7,500
Nonstandard Adjustments	0.00	(400)	(400)	0.00	(400)	(400)
Change in Employee Compensation	0.00	4,300	4,500	0.00	4,300	4,500
27th Payroll	0.00	15,400	20,000	0.00	15,400	20,000
FY 2006 Program Maintenance	6.00	579,500	2,119,300	6.00	569,200	2,116,500
1. Salmon Restoration Projects	0.00	0	5,000,000	0.00	0	5,000,000
2. Invasive Species Coordinator	0.00	0	0	1.00	82,900	82,900
FY 2006 Total	6.00	579,500	7,119,300	7.00	652,100	7,199,400
Change from Original Appropriation	0.00	34,400	5,039,200	1.00	107,000	5,119,300
% Change from Original Appropriation		6.3%	242.3%		19.6%	246.1%

Office of Species Conservation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	6.00	545,100	35,000	1,500,000	2,080,100
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	4,100	0	0	4,100
Governor's Recommendation	0.00	4,100	0	0	4,100
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of \$400 not needed to implement HB 805. In addition, the Governor recommends removal of \$300 risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(700)	0	0	(700)
FY 2005 Total Appropriation					
Agency Request	6.00	549,200	35,000	1,500,000	2,084,200
Governor's Recommendation	6.00	548,500	35,000	1,500,000	2,083,500
Non-Cognizable Funds and Transfers					
The Office of Species Conservation received authorization of \$4,923,000 in federal grants from the Pacific Coastal Salmon Recovery Fund for Salmon restoration projects after the session ended. As of October 2004, the Office had approved 21 projects in the Salmon and Clearwater drainages to protect anadromous fish. These projects were primarily for fencing, culverts, habitat acquisition, and effectiveness monitoring.					
Agency Request	0.00	0	0	4,923,000	4,923,000
Governor's Recommendation	0.00	0	0	4,923,000	4,923,000
FY 2005 Estimated Expenditures					
Agency Request	6.00	549,200	35,000	6,423,000	7,007,200
Governor's Recommendation	6.00	548,500	35,000	6,423,000	7,006,500
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(4,100)	0	(4,923,000)	(4,927,100)
Governor's Recommendation	0.00	(3,700)	0	(4,923,000)	(4,926,700)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	300	0	0	300
FY 2006 Base					
Agency Request	6.00	545,100	35,000	1,500,000	2,080,100
Governor's Recommendation	6.00	545,100	35,000	1,500,000	2,080,100

Office of Species Conservation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	6,200	0	0	6,200
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,800</i>	<i>0</i>	<i>0</i>	<i>4,800</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	1,400	0	0	1,400
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Replacement Items					
Replace computer network server that is 3 1/2 years old and at maximum capacity.					
Agency Request	0.00	7,500	0	0	7,500
<i>The Governor Recommends using federal funds to replace the network server.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>7,500</i>	<i>7,500</i>
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their prior-year actual use of certain services. Non-standard adjustments include Attorney General (\$100), State Controller \$100, and changes in property and casualty insurance premiums (\$400).					
Agency Request	0.00	(400)	0	0	(400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(400)</i>	<i>0</i>	<i>0</i>	<i>(400)</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	4,300	200	0	4,500
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,300</i>	<i>200</i>	<i>0</i>	<i>4,500</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	15,400	800	3,800	20,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,400</i>	<i>800</i>	<i>3,800</i>	<i>20,000</i>
FY 2006 Program Maintenance					
Agency Request	6.00	579,500	36,000	1,503,800	2,119,300
<i>Governor's Recommendation</i>	<i>6.00</i>	<i>569,200</i>	<i>36,000</i>	<i>1,511,300</i>	<i>2,116,500</i>

Office of Species Conservation

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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1. Salmon Restoration Projects

The Office of Species Conservation is estimating to receive a \$5 to \$6 million federal appropriation during FY 06 for Salmon restoration projects. The Pacific Coastal Salmon Recovery Fund (PCSRF) was established by Congress in 2000 to provide grants to Washington, Oregon, California and Alaska in response to requests regarding the listing of Pacific salmon and steelhead populations. Federal FY 2004 appropriations included Idaho and federal FY 2005 will again include Idaho. The goal of the PCSRF is to make significant contributions to the conservation and restoration of salmon and steelhead runs and the habitats on which they depend. Projects fall into five program objectives: 1) salmon habitat protection and restoration, 2) watershed and subbasin planning and assessments, 3) salmon enhancement, 4) salmon research, monitoring, and evaluation, and 5) outreach and education. [One-time]

Agency Request	0.00	0	0	5,000,000	5,000,000
Governor's Recommendation	0.00	0	0	5,000,000	5,000,000

2. Invasive Species Coordinator

Agency Request	0.00	0	0	0	0
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This position will serve as the Invasive Species Program Coordinator for the State of Idaho. The recommended position is the result of discussions and work performed by the Idaho Invasive Species Council since its inception by Executive Order in September 2001. The position will serve as the initial point of contact for reporting and identifying invasive species throughout Idaho, coordinate appropriate and timely response among state agencies, and track follow-up activities. [\$5,000 one-time]

Governor's Recommendation	1.00	82,900	0	0	82,900
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FY 2006 Total

Agency Request	6.00	579,500	36,000	6,503,800	7,119,300
Governor's Recommendation	7.00	652,100	36,000	6,511,300	7,199,400

Agency Request

Change from Original App	0.00	34,400	1,000	5,003,800	5,039,200
% Change from Original App	0.0%	6.3%	2.9%	333.6%	242.3%

Governor's Recommendation

Change from Original App	1.00	107,000	1,000	5,011,300	5,119,300
% Change from Original App	16.7%	19.6%	2.9%	334.1%	246.1%

Women's Commission

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	37,700	31,500	38,900	40,800	40,500
Dedicated	6,700	1,600	6,700	6,800	6,700
Total:	44,400	33,100	45,600	47,600	47,200
Percent Change:		(25.5%)	37.8%	4.4%	3.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	28,600	17,100	29,700	31,700	31,500
Operating Expenditures	15,800	14,200	15,900	15,900	15,700
Capital Outlay	0	1,800	0	0	0
Total:	44,400	33,100	45,600	47,600	47,200
Full-Time Positions (FTP)	0.52	0.52	0.52	0.52	0.52

Division Description

The purpose of the Idaho Women's Commission is to provide education and advocacy for women and families. The Commission encourages women to increase their participation in, and contributions to, the social, political, and economic progress of local communities, the state, and the nation. The Commission consists of nine members who are appointed by the Governor.

[Statutory Authority: Idaho Code §67-6001 et seq.]

Women's Commission

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.52	38,900	45,600	0.52	38,900	45,600
HB 805 One-time 1% Salary Increase	0.00	200	200	0.00	200	200
Governor's Rescission	0.00	0	0	0.00	(200)	(200)
FY 2005 Total Appropriation	0.52	39,100	45,800	0.52	38,900	45,600
Removal of One-Time Expenditures	0.00	(200)	(200)	0.00	0	0
FY 2006 Base	0.52	38,900	45,600	0.52	38,900	45,600
Benefit Costs	0.00	800	800	0.00	600	600
Inflationary Adjustments	0.00	100	200	0.00	0	0
Nonstandard Adjustments	0.00	(200)	(200)	0.00	(200)	(200)
Change in Employee Compensation	0.00	200	200	0.00	200	200
27th Payroll	0.00	1,000	1,000	0.00	1,000	1,000
FY 2006 Total	0.52	40,800	47,600	0.52	40,500	47,200
Change from Original Appropriation	0.00	1,900	2,000	0.00	1,600	1,600
% Change from Original Appropriation		4.9%	4.4%		4.1%	3.5%

Women's Commission

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.52	38,900	6,700	0	45,600
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	200	0	0	200
Governor's Recommendation	0.00	200	0	0	200
Governor's Rescission					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	(200)	0	0	(200)
FY 2005 Total Appropriation					
Agency Request	0.52	39,100	6,700	0	45,800
Governor's Recommendation	0.52	38,900	6,700	0	45,600
Removal of One-Time Expenditures					
Agency Request	0.00	(200)	0	0	(200)
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Base					
Agency Request	0.52	38,900	6,700	0	45,600
Governor's Recommendation	0.52	38,900	6,700	0	45,600
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	800	0	0	800
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	600	0	0	600
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	100	100	0	200
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
Reflects the Statewide Cost Allocation Plan changes for the agencies actual use of State Controller services.					
Agency Request	0.00	(200)	0	0	(200)
Governor's Recommendation	0.00	(200)	0	0	(200)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	200	0	0	200
Governor's Recommendation	0.00	200	0	0	200

Women's Commission

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	1,000	0	0	1,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,000</i>	<i>0</i>	<i>0</i>	<i>1,000</i>
FY 2006 Total					
Agency Request	0.52	40,800	6,800	0	47,600
<i>Governor's Recommendation</i>	<i>0.52</i>	<i>40,500</i>	<i>6,700</i>	<i>0</i>	<i>47,200</i>
Agency Request					
Change from Original App	0.00	1,900	100	0	2,000
% Change from Original App	0.0%	4.9%	1.5%		4.4%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>1,600</i>	<i>0</i>	<i>0</i>	<i>1,600</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>4.1%</i>	<i>0.0%</i>		<i>3.5%</i>

Idaho Legislative Budget Book

Legislative Branch

2005 Legislative Session

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Legislative Branch

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Legislature	4,793,800	4,793,800	5,600,000	5,600,000	5,600,000
Legislative Services Office	4,627,100	4,344,700	4,865,400	5,169,100	5,169,100
Legislative Technology	342,300	362,500	342,300	439,500	439,500
Performance Evaluations, Office of	564,800	564,800	624,200	667,800	667,800
Total:	10,328,000	10,065,800	11,431,900	11,876,400	11,876,400
BY FUND CATEGORY					
General	9,186,000	9,187,100	10,259,100	10,626,100	10,626,100
Dedicated	1,142,000	878,700	1,172,800	1,250,300	1,250,300
Total:	10,328,000	10,065,800	11,431,900	11,876,400	11,876,400
Percent Change:		(2.5%)	13.6%	3.9%	3.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	4,328,100	0	5,372,900	5,372,900
Operating Expenditures	0	607,800	0	787,400	787,400
Capital Outlay	0	336,100	0	116,100	116,100
Lump Sum	10,328,000	4,793,800	11,431,900	5,600,000	5,600,000
Total:	10,328,000	10,065,800	11,431,900	11,876,400	11,876,400
Full-Time Positions (FTP)	70.00	70.00	70.00	70.00	70.00

Department Description

The Legislative Branch consists of the Senate, House of Representatives, and their nonpartisan staff offices managed by the Legislative Council. The Legislative Council consists of the President Pro Tempore of the Senate, the Speaker of the House of Representatives, the majority and minority floor leaders of each house, two senators and two representatives selected by members of the majority party, and two senators and two representatives selected by members of the minority party. The Council is the governing body over the year-round nonpartisan legislative staff, and has broad powers to conduct research and studies that relate to a legislative purpose. The divisions under Legislative Council are the Legislative Services Office, Legislative Technology, and the Office of Performance Evaluations.

Legislature

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	4,793,800	4,793,800	5,600,000	5,600,000	5,600,000
Percent Change:		0.0%	16.8%	0.0%	0.0%
BY OBJECT OF EXPENDITURE					
Lump Sum	4,793,800	4,793,800	5,600,000	5,600,000	5,600,000

Division Description

Senate and House: The Idaho Legislature is comprised of thirty-five senators and seventy representatives from Idaho's thirty-five legislative districts. The membership is elected for two-year terms and meets annually.

The Legislature is funded through a continuing appropriation as provided in Section 67-451, Idaho Code. Section 67-451 directs the State Controller to transfer General Fund monies to the Legislative Fund, and provides for a continuing appropriation of these funds. Because these dollars are a direct transfer of General Fund monies and because the Joint Finance-Appropriations Committee does not appropriate these dollars, the summary data shown above is for informational purposes only.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislative Services Office

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	3,485,100	3,466,000	3,692,600	3,918,800	3,918,800
Dedicated	1,142,000	878,700	1,172,800	1,250,300	1,250,300
Total:	4,627,100	4,344,700	4,865,400	5,169,100	5,169,100
Percent Change:		(6.1%)	12.0%	6.2%	6.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	3,767,000	0	4,638,200	4,638,200
Operating Expenditures	0	336,300	0	485,800	485,800
Capital Outlay	0	241,400	0	45,100	45,100
Lump Sum	4,627,100	0	4,865,400	0	0
Total:	4,627,100	4,344,700	4,865,400	5,169,100	5,169,100
Full-Time Positions (FTP)	62.00	62.00	60.00	60.00	60.00

Division Description

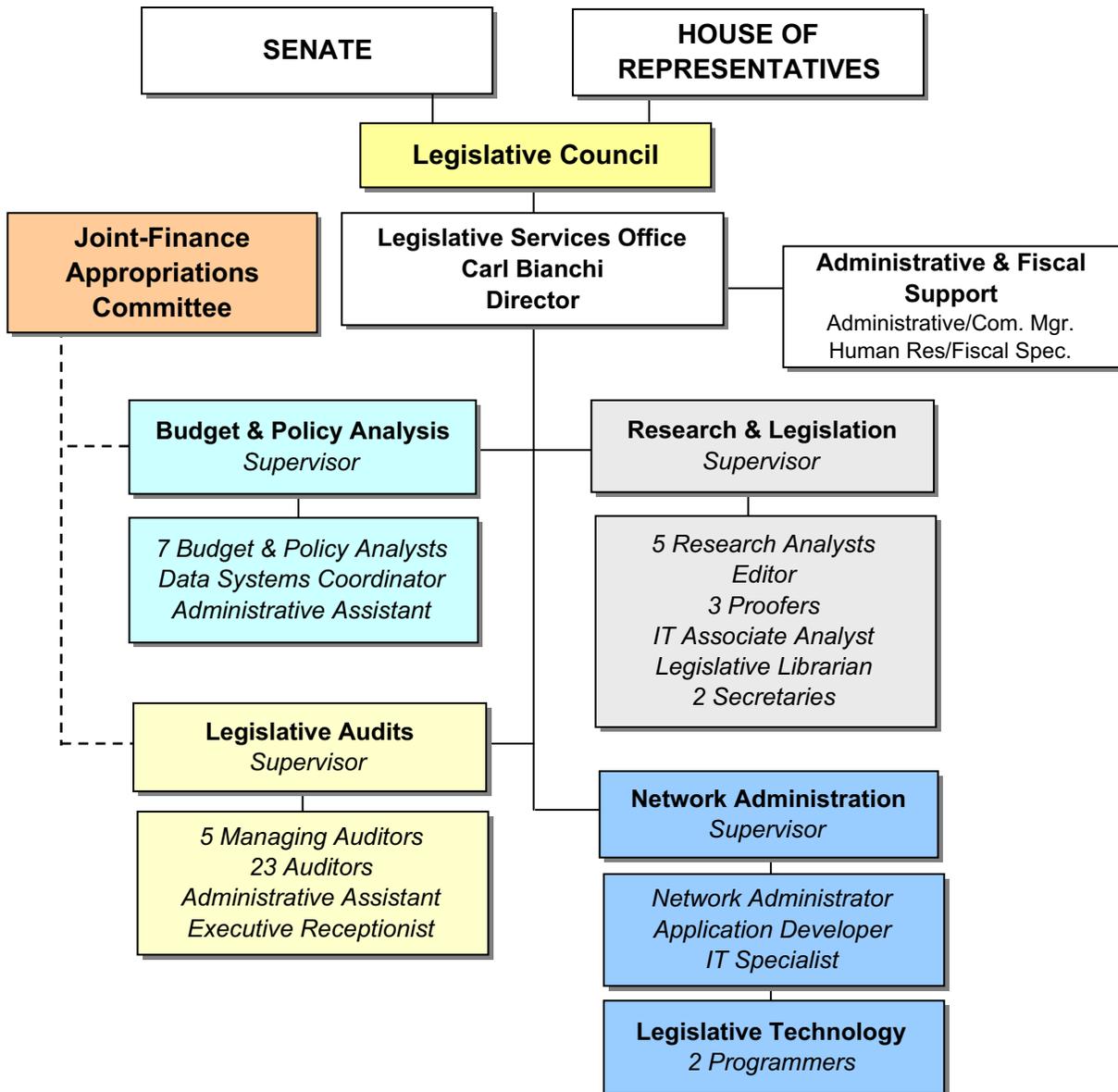
The Legislative Services Office's mission is to provide efficient, non-partisan support services to Idaho's citizen legislators, to carry out legislative policies so as to strengthen the Legislature's management as a separate branch of government, and to assist the Legislature in carrying out its Constitutional responsibilities. The Legislative Services Office strives to modernize the provision of professional staff services to the Legislature, to provide committees and legislators with professional staff support, to increase communication and efficiency, and enhance coordination and productivity within the Legislative Branch of government. Under the direction of the Director of Legislative Services, the office consists of the Research and Legislation section, Budget and Policy Analysis section, the Legislative Audit section, and the Network Administration section.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislative Services Office Agency Profile

Analyst: Holland-Smith

Organizational Chart



Legislative Services Office

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	60.00	3,692,600	4,865,400	60.00	3,692,600	4,865,400
HB 805 One-time 1% Salary Increase	0.00	29,300	37,000	0.00	29,300	37,000
FY 2005 Total Appropriation	60.00	3,721,900	4,902,400	60.00	3,721,900	4,902,400
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	60.00	3,721,900	4,902,400	60.00	3,721,900	4,902,400
Removal of One-Time Expenditures	0.00	(29,300)	(37,000)	0.00	(29,300)	(37,000)
FY 2006 Base	60.00	3,692,600	4,865,400	60.00	3,692,600	4,865,400
Benefit Costs	0.00	45,700	59,600	0.00	45,700	59,600
Inflationary Adjustments	0.00	4,500	6,300	0.00	4,500	6,300
Replacement Items	0.00	28,100	45,100	0.00	28,100	45,100
Nonstandard Adjustments	0.00	(300)	(200)	0.00	(300)	(200)
Change in Employee Compensation	0.00	30,800	39,200	0.00	30,800	39,200
27th Payroll	0.00	117,400	153,700	0.00	117,400	153,700
FY 2006 Total	60.00	3,918,800	5,169,100	60.00	3,918,800	5,169,100
Change from Original Appropriation	0.00	226,200	303,700	0.00	226,200	303,700
% Change from Original Appropriation		6.1%	6.2%		6.1%	6.2%

Legislative Services Office

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation					
	60.00	3,692,600	1,172,800	0	4,865,400
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	29,300	7,700	0	37,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>29,300</i>	<i>7,700</i>	<i>0</i>	<i>37,000</i>
FY 2005 Total Appropriation					
Agency Request	60.00	3,721,900	1,180,500	0	4,902,400
<i>Governor's Recommendation</i>	<i>60.00</i>	<i>3,721,900</i>	<i>1,180,500</i>	<i>0</i>	<i>4,902,400</i>
Non-Cognizable Funds and Transfers					
Transfers spending authority from one expenditure category to another and nets to zero.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2005 Estimated Expenditures					
Agency Request	60.00	3,721,900	1,180,500	0	4,902,400
<i>Governor's Recommendation</i>	<i>60.00</i>	<i>3,721,900</i>	<i>1,180,500</i>	<i>0</i>	<i>4,902,400</i>
Removal of One-Time Expenditures					
Agency Request	0.00	(29,300)	(7,700)	0	(37,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(29,300)</i>	<i>(7,700)</i>	<i>0</i>	<i>(37,000)</i>
FY 2006 Base					
Agency Request	60.00	3,692,600	1,172,800	0	4,865,400
<i>Governor's Recommendation</i>	<i>60.00</i>	<i>3,692,600</i>	<i>1,172,800</i>	<i>0</i>	<i>4,865,400</i>
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	45,700	13,900	0	59,600
<i>The benefit costs request was transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>45,700</i>	<i>13,900</i>	<i>0</i>	<i>59,600</i>
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	4,500	1,800	0	6,300
<i>The general inflation request was transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,500</i>	<i>1,800</i>	<i>0</i>	<i>6,300</i>
Replacement Items					
Request funding for computer equipment.					
Agency Request	0.00	28,100	17,000	0	45,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>28,100</i>	<i>17,000</i>	<i>0</i>	<i>45,100</i>

Legislative Services Office

Analyst: Holland-Smith

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Nonstandard Adjustments

The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Risk management fees have been increased by \$400, State Controller fees reduced by \$800, and State Treasurer fees increased by \$200.

Agency Request	0.00	(300)	100	0	(200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(300)</i>	<i>100</i>	<i>0</i>	<i>(200)</i>

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	30,800	8,400	0	39,200
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>30,800</i>	<i>8,400</i>	<i>0</i>	<i>39,200</i>
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	117,400	36,300	0	153,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>117,400</i>	<i>36,300</i>	<i>0</i>	<i>153,700</i>

FY 2006 Total

Agency Request	60.00	3,918,800	1,250,300	0	5,169,100
<i>Governor's Recommendation</i>	<i>60.00</i>	<i>3,918,800</i>	<i>1,250,300</i>	<i>0</i>	<i>5,169,100</i>

Agency Request

Change from Original App	0.00	226,200	77,500	0	303,700
% Change from Original App	0.0%	6.1%	6.6%		6.2%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>226,200</i>	<i>77,500</i>	<i>0</i>	<i>303,700</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>6.1%</i>	<i>6.6%</i>		<i>6.2%</i>

Legislative Technology

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	342,300	362,500	342,300	439,500	439,500
Percent Change:		5.9%	(5.6%)	28.4%	28.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	46,900	0	137,600	137,600
Operating Expenditures	0	232,000	0	251,900	251,900
Capital Outlay	0	83,600	0	50,000	50,000
Lump Sum	342,300	0	342,300	0	0
Total:	342,300	362,500	342,300	439,500	439,500
Full-Time Positions (FTP)	0.00	0.00	2.00	2.00	2.00

Division Description

The Legislative Council oversees ongoing funding for continuous technology upgrades and laptop computers for the Senate and House of Representatives.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislative Technology

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	2.00	342,300	342,300	2.00	342,300	342,300
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2006 Base	2.00	342,300	342,300	2.00	342,300	342,300
Benefit Costs	0.00	1,900	1,900	0.00	1,900	1,900
Inflationary Adjustments	0.00	2,100	2,100	0.00	2,100	2,100
Change in Employee Compensation	0.00	1,200	1,200	0.00	1,200	1,200
27th Payroll	0.00	4,500	4,500	0.00	4,500	4,500
FY 2006 Program Maintenance	2.00	352,000	352,000	2.00	352,000	352,000
1. Bill Drafting System	0.00	87,500	87,500	0.00	87,500	87,500
FY 2006 Total	2.00	439,500	439,500	2.00	439,500	439,500
Change from Original Appropriation	0.00	97,200	97,200	0.00	97,200	97,200
% Change from Original Appropriation		28.4%	28.4%		28.4%	28.4%

Legislative Technology

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	2.00	342,300	0	0	342,300

Non-Cognizable Funds and Transfers

Lump sum appropriation distribution that nets to zero.

Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2006 Base					
Agency Request	2.00	342,300	0	0	342,300
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>342,300</i>	<i>0</i>	<i>0</i>	<i>342,300</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	1,900	0	0	1,900
<i>The benefit costs request was transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,900</i>	<i>0</i>	<i>0</i>	<i>1,900</i>

Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures.

Agency Request	0.00	2,100	0	0	2,100
<i>The general inflation request was transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,100</i>	<i>0</i>	<i>0</i>	<i>2,100</i>

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	1,200	0	0	1,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,200</i>	<i>0</i>	<i>0</i>	<i>1,200</i>

27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	4,500	0	0	4,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,500</i>	<i>0</i>	<i>0</i>	<i>4,500</i>

FY 2006 Program Maintenance					
Agency Request	2.00	352,000	0	0	352,000
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>352,000</i>	<i>0</i>	<i>0</i>	<i>352,000</i>

Legislative Technology

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Bill Drafting System

This request is for an additional \$70,000 to maintain contract programming services for a complete year, and \$17,500 for software maintenance agreements to support the new "GEMS" legislative management system under development.

Agency Request	0.00	87,500	0	0	87,500
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The budget request was transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	87,500	0	0	87,500
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FY 2006 Total					
Agency Request	2.00	439,500	0	0	439,500
Governor's Recommendation	2.00	439,500	0	0	439,500

Agency Request

Change from Original App	0.00	97,200	0	0	97,200
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% Change from Original App	0.0%	28.4%			28.4%
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Governor's Recommendation

Change from Original App	0.00	97,200	0	0	97,200
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% Change from Original App	0.0%	28.4%			28.4%
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Office of Performance Evaluations

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	564,800	564,800	624,200	667,800	667,800
Percent Change:		0.0%	10.5%	7.0%	7.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	514,200	0	597,100	597,100
Operating Expenditures	0	39,500	0	49,700	49,700
Capital Outlay	0	11,100	0	21,000	21,000
Lump Sum	564,800	0	624,200	0	0
Total:	564,800	564,800	624,200	667,800	667,800
Full-Time Positions (FTP)	8.00	8.00	8.00	8.00	8.00

Division Description

The Office of Performance Evaluations (OPE) is a nonpartisan legislative office that promotes accountability and confidence in state government (Idaho Code §67-457 through §67-464). OPE staff works under the general direction of the Joint Legislative Oversight Committee (JLOC), which consists of an equal number of legislators from both political parties and both houses.

The office conducts independent, objective, in-depth, and timely performance evaluations of state agencies, programs, and functions. OPE staff reports evaluation results and its recommendations to:

- JLOC and other legislative committees to assist them in making policy and budgetary decisions, and
- State agencies to help them improve their operational efficiency and program effectiveness.

OPE evaluations help:

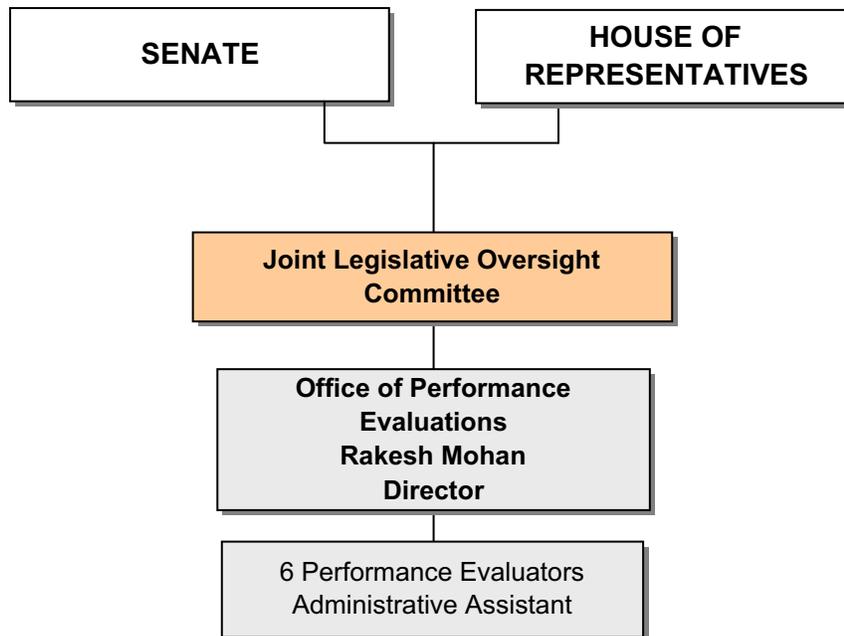
- Ensure compliance with state laws and legislative intent,
- Improve government performance and accountability to the public, and
- Identify cost savings and opportunities to avoid unnecessary future costs.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Office of Performance Evaluations Agency Profile

Analyst: Holland-Smith

Organizational Chart



Office of Performance Evaluations

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	8.00	624,200	624,200	8.00	624,200	624,200
HB 805 One-time 1% Salary Increase	0.00	5,100	5,100	0.00	5,100	5,100
FY 2005 Total Appropriation	8.00	629,300	629,300	8.00	629,300	629,300
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	8.00	629,300	629,300	8.00	629,300	629,300
Removal of One-Time Expenditures	0.00	(15,600)	(15,600)	0.00	(15,600)	(15,600)
FY 2006 Base	8.00	613,700	613,700	8.00	613,700	613,700
Benefit Costs	0.00	7,600	7,600	0.00	7,600	7,600
Inflationary Adjustments	0.00	600	600	0.00	600	600
Replacement Items	0.00	21,000	21,000	0.00	21,000	21,000
Change in Employee Compensation	0.00	5,200	5,200	0.00	5,200	5,200
27th Payroll	0.00	19,700	19,700	0.00	19,700	19,700
FY 2006 Total	8.00	667,800	667,800	8.00	667,800	667,800
Change from Original Appropriation	0.00	43,600	43,600	0.00	43,600	43,600
% Change from Original Appropriation		7.0%	7.0%		7.0%	7.0%

Office of Performance Evaluations

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	8.00	624,200	0	0	624,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	5,100	0	0	5,100
Governor's Recommendation	0.00	5,100	0	0	5,100
FY 2005 Total Appropriation					
Agency Request	8.00	629,300	0	0	629,300
Governor's Recommendation	8.00	629,300	0	0	629,300
Non-Cognizable Funds and Transfers					
Lump sum appropriation distribution that nets to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	8.00	629,300	0	0	629,300
Governor's Recommendation	8.00	629,300	0	0	629,300
Removal of One-Time Expenditures					
Agency Request	0.00	(15,600)	0	0	(15,600)
Governor's Recommendation	0.00	(15,600)	0	0	(15,600)
FY 2006 Base					
Agency Request	8.00	613,700	0	0	613,700
Governor's Recommendation	8.00	613,700	0	0	613,700
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	7,600	0	0	7,600
<i>The benefit costs request was transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
Governor's Recommendation	0.00	7,600	0	0	7,600
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	600	0	0	600
<i>The general inflation request was transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
Governor's Recommendation	0.00	600	0	0	600
Replacement Items					
Request funding for computer equipment.					
Agency Request	0.00	21,000	0	0	21,000
Governor's Recommendation	0.00	21,000	0	0	21,000

Office of Performance Evaluations

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	5,200	0	0	5,200
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	5,200	0	0	5,200
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	19,700	0	0	19,700
Governor's Recommendation	0.00	19,700	0	0	19,700
FY 2006 Total					
Agency Request	8.00	667,800	0	0	667,800
Governor's Recommendation	8.00	667,800	0	0	667,800
Agency Request					
Change from Original App	0.00	43,600	0	0	43,600
% Change from Original App	0.0%	7.0%			7.0%
Governor's Recommendation					
Change from Original App	0.00	43,600	0	0	43,600
% Change from Original App	0.0%	7.0%			7.0%

Lieutenant Governor

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	114,500	83,700	117,800	122,700	122,000
Percent Change:		(26.9%)	40.7%	4.2%	3.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	59,400	0	0	0
Operating Expenditures	0	11,900	0	0	0
Capital Outlay	0	12,400	0	0	0
Lump Sum	114,500	0	117,800	122,700	122,000
Total:	114,500	83,700	117,800	122,700	122,000
Full-Time Positions (FTP)	2.00	2.00	2.00	2.00	2.00

Department Description

The Lieutenant Governor is one of seven statewide elected officials in Idaho, and serves as the presiding officer of the Idaho State Senate. The Lieutenant Governor also serves as Acting Governor when the Governor is absent from the state, and is first in line for the governorship if the Governor is unable to continue in office.

Lieutenant Governor

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	2.00	117,800	117,800	2.00	117,800	117,800
HB 805 One-time 1% Salary Increase	0.00	500	500	0.00	500	500
Governor's Rescission	0.00	0	0	0.00	(600)	(600)
FY 2005 Total Appropriation	2.00	118,300	118,300	2.00	117,700	117,700
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	2.00	118,300	118,300	2.00	117,700	117,700
Removal of One-Time Expenditures	0.00	(500)	(500)	0.00	(300)	(300)
Base Adjustments	0.00	0	0	0.00	400	400
FY 2006 Base	2.00	117,800	117,800	2.00	117,800	117,800
Benefit Costs	0.00	1,600	1,600	0.00	1,200	1,200
Inflationary Adjustments	0.00	300	300	0.00	0	0
Nonstandard Adjustments	0.00	(400)	(400)	0.00	(400)	(400)
Change in Employee Compensation	0.00	400	400	0.00	400	400
27th Payroll	0.00	3,000	3,000	0.00	3,000	3,000
FY 2006 Program Maintenance	2.00	122,700	122,700	2.00	122,000	122,000
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
FY 2006 Total	2.00	122,700	122,700	2.00	122,000	122,000
Change from Original Appropriation	0.00	4,900	4,900	0.00	4,200	4,200
% Change from Original Appropriation		4.2%	4.2%		3.6%	3.6%

Lieutenant Governor

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	2.00	117,800	0	0	117,800
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	500	0	0	500
Governor's Recommendation	0.00	500	0	0	500
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(600)	0	0	(600)
FY 2005 Total Appropriation					
Agency Request	2.00	118,300	0	0	118,300
Governor's Recommendation	2.00	117,700	0	0	117,700
Non-Cognizable Funds and Transfers					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	2.00	118,300	0	0	118,300
Governor's Recommendation	2.00	117,700	0	0	117,700
Removal of One-Time Expenditures					
<i>Reflects the elimination of the one-time 1% CEC.</i>					
Agency Request	0.00	(500)	0	0	(500)
Governor's Recommendation	0.00	(300)	0	0	(300)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	400	0	0	400
FY 2006 Base					
Agency Request	2.00	117,800	0	0	117,800
Governor's Recommendation	2.00	117,800	0	0	117,800
Benefit Costs					
<i>Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.</i>					
Agency Request	0.00	1,600	0	0	1,600
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	1,200	0	0	1,200

Lieutenant Governor

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	300	0	0	300
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
Reflects minor adjustments to the fees charged for risk management, Controller and Treasurer services.					
Agency Request	0.00	(400)	0	0	(400)
Governor's Recommendation	0.00	(400)	0	0	(400)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	400	0	0	400
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	400	0	0	400
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	3,000	0	0	3,000
Governor's Recommendation	0.00	3,000	0	0	3,000
FY 2006 Program Maintenance					
Agency Request	2.00	122,700	0	0	122,700
Governor's Recommendation	2.00	122,000	0	0	122,000
Lump Sum or Other Adjustments					
Reflects the Lieutenant Governor's request to have a lump sum budget.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	2.00	122,700	0	0	122,700
Governor's Recommendation	2.00	122,000	0	0	122,000
Agency Request					
Change from Original App	0.00	4,900	0	0	4,900
% Change from Original App	0.0%	4.2%			4.2%
Governor's Recommendation					
Change from Original App	0.00	4,200	0	0	4,200
% Change from Original App	0.0%	3.6%			3.6%

Idaho Legislative Budget Book

Department of Revenue and Taxation

2005 Legislative Session

Tax Appeals, Board of	6 - 153
Tax Commission, State	6 - 159

Department of Revenue and Taxation

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Tax Appeals, Board of	322,200	311,800	331,600	395,700	345,800
Tax Commission, State	29,367,800	29,219,200	30,368,800	35,008,900	32,688,000
Total:	29,690,000	29,531,000	30,700,400	35,404,600	33,033,800
BY FUND CATEGORY					
General	24,470,700	24,319,900	24,847,100	28,598,900	26,253,500
Dedicated	5,219,300	5,121,600	5,853,300	6,805,700	6,780,300
Federal	0	89,500	0	0	0
Total:	29,690,000	29,531,000	30,700,400	35,404,600	33,033,800
Percent Change:		(0.5%)	4.0%	15.3%	7.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	21,554,100	20,848,700	22,724,900	24,103,000	23,980,700
Operating Expenditures	7,936,900	8,145,300	7,845,900	10,811,800	8,878,800
Capital Outlay	199,000	537,000	129,600	489,800	174,300
Total:	29,690,000	29,531,000	30,700,400	35,404,600	33,033,800
Full-Time Positions (FTP)	410.00	410.00	414.50	415.50	414.50

Department Description

The Department of Revenue and Taxation contains two agencies: the State Tax Commission and the Board of Tax Appeals. The Department has five budgeted programs. Four of the programs are in the State Tax Commission: General Services, Audit and Collections, Revenue Operations, and County Support. The fifth program is the Board of Tax Appeals.

Board of Tax Appeals

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	322,200	311,800	331,600	395,700	345,800
Percent Change:		(3.2%)	6.4%	19.3%	4.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	258,700	250,400	267,600	328,900	281,900
Operating Expenditures	63,500	61,400	64,000	66,800	63,900
Total:	322,200	311,800	331,600	395,700	345,800
Full-Time Positions (FTP)	4.00	4.00	4.00	5.00	4.00

Division Description

The Board of Tax Appeals (section 63-3801, Idaho Code) provides taxpayers the opportunity to appeal their ad valorem assessed valuations from a county board of equalization or tax decisions from the Idaho State Tax Commission. The three member Board of Tax Appeals provides an opportunity for appellants and respondents to present testimony and evidence at a quasi-judicial board hearing rather than through a district court trial which can necessitate legal representation and expense.

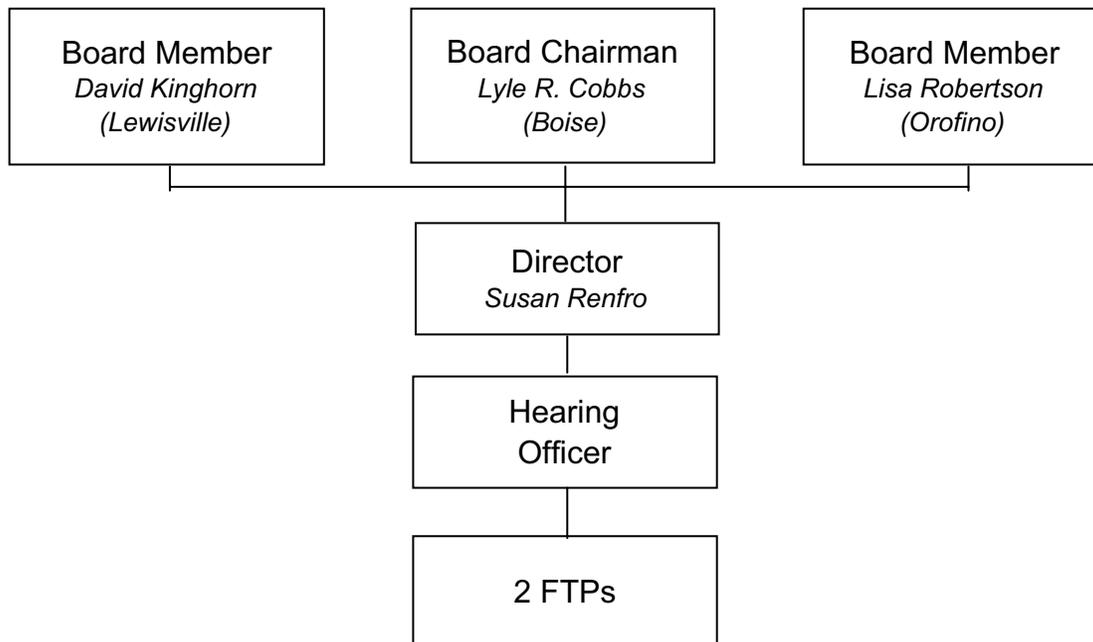
Board of Tax Appeals Agency Profile

Analyst: Hancock

Selected Measures

	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
1. Conduct hearings in a timely manner 100% of the hearings of those wishing to be heard are conducted by the end of the fiscal year.	100%	100%	100%	100%
2. Issue decisions in a timely manner 100% of the Board's cases are completed by the end of the fiscal year (Except those requested to be held in abeyance).	100%	100%	100%	100%
3. Issue decisions in a timely manner The average time between hearing and rendering of the decision is no more than 85 days.	106 days	95 days	95 days	95 days
4. Total Number of Tax Appeals	427	282	300	300
5. Appeals Granted	20	19		
6. Decisions Modified	31	31		
7. Appeals Denied	73	99		
8. Appeals Settled/Withdrawn/Dismissed	303	133		

Organizational Chart



Board of Tax Appeals

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	4.00	331,600	331,600	4.00	331,600	331,600
HB 805 One-time 1% Salary Increase	0.00	2,100	2,100	0.00	2,100	2,100
Governor's Rescission	0.00	0	0	0.00	(300)	(300)
FY 2005 Total Appropriation	4.00	333,700	333,700	4.00	333,400	333,400
Removal of One-Time Expenditures	0.00	(2,100)	(2,100)	0.00	(2,000)	(2,000)
Base Adjustments	0.00	0	0	0.00	200	200
FY 2006 Base	4.00	331,600	331,600	4.00	331,600	331,600
Benefit Costs	0.00	3,700	3,700	0.00	2,900	2,900
Inflationary Adjustments	0.00	500	500	0.00	0	0
Nonstandard Adjustments	0.00	(100)	(100)	0.00	(100)	(100)
Change in Employee Compensation	0.00	2,100	2,100	0.00	2,100	2,100
27th Payroll	0.00	9,300	9,300	0.00	9,300	9,300
FY 2006 Program Maintenance	4.00	347,100	347,100	4.00	345,800	345,800
1. Legal Assistant Position	1.00	48,600	48,600	0.00	0	0
FY 2006 Total	5.00	395,700	395,700	4.00	345,800	345,800
Change from Original Appropriation	1.00	64,100	64,100	0.00	14,200	14,200
% Change from Original Appropriation		19.3%	19.3%		4.3%	4.3%

Board of Tax Appeals

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	4.00	331,600	0	0	331,600
HB 805 One-time 1% Salary Increase					
Reflects surplus eliminator funding for one-time 1% salary increases.					
Agency Request	0.00	2,100	0	0	2,100
<i>Governor's Recommendation</i>	0.00	2,100	0	0	2,100
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	0.00	(300)	0	0	(300)
FY 2005 Total Appropriation					
Agency Request	4.00	333,700	0	0	333,700
<i>Governor's Recommendation</i>	4.00	333,400	0	0	333,400
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(2,100)	0	0	(2,100)
<i>Governor's Recommendation</i>	0.00	(2,000)	0	0	(2,000)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	0.00	200	0	0	200
FY 2006 Base					
Agency Request	4.00	331,600	0	0	331,600
<i>Governor's Recommendation</i>	4.00	331,600	0	0	331,600
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	3,700	0	0	3,700
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
<i>Governor's Recommendation</i>	0.00	2,900	0	0	2,900
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	500	0	0	500
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0

Board of Tax Appeals

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
Nonstandard Adjustments include a \$100 reduction in State Controller fees.					
Agency Request	0.00	(100)	0	0	(100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(100)</i>	<i>0</i>	<i>0</i>	<i>(100)</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	2,100	0	0	2,100
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,100</i>	<i>0</i>	<i>0</i>	<i>2,100</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	9,300	0	0	9,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>9,300</i>	<i>0</i>	<i>0</i>	<i>9,300</i>
FY 2006 Program Maintenance					
Agency Request	4.00	347,100	0	0	347,100
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>345,800</i>	<i>0</i>	<i>0</i>	<i>345,800</i>
1. Legal Assistant Position					
This enhancement would provide \$48,600 in General Fund money (\$2,400 of it one-time) to hire a new legal assistant position for the board. After caseloads shrank by about one-third in FY 2000 and FY 2001, they more than doubled in FY 2002. The board is concerned that it may be unable to meet its decision deadlines in the event of any further increase in caseloads. A legal assistant would enable the board to deal with potential increases. Budget reductions caused the board to reduce its number of full-time positions from 5.0 to 4.0, although the fifth position was never actually filled. This enhancement would bring the board's authorization back up to 5.0 FTP.					
Agency Request	1.00	48,600	0	0	48,600
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2006 Total					
Agency Request	5.00	395,700	0	0	395,700
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>345,800</i>	<i>0</i>	<i>0</i>	<i>345,800</i>
Agency Request					
Change from Original App	1.00	64,100	0	0	64,100
% Change from Original App	25.0%	19.3%			19.3%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>14,200</i>	<i>0</i>	<i>0</i>	<i>14,200</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>4.3%</i>			<i>4.3%</i>

State Tax Commission

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
General Services	7,202,400	8,127,900	7,438,200	10,602,100	8,473,100
Audit and Collections	14,663,800	13,432,600	14,882,900	15,700,100	15,638,900
Revenue Operations	4,632,100	4,661,900	5,051,600	5,496,400	5,380,800
County Support	2,869,500	2,996,800	2,996,100	3,210,300	3,195,200
Total:	29,367,800	29,219,200	30,368,800	35,008,900	32,688,000
BY FUND CATEGORY					
General	24,148,500	24,008,100	24,515,500	28,203,200	25,907,700
Dedicated	5,219,300	5,121,600	5,853,300	6,805,700	6,780,300
Federal	0	89,500	0	0	0
Total:	29,367,800	29,219,200	30,368,800	35,008,900	32,688,000
Percent Change:		(0.5%)	3.9%	15.3%	7.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	21,295,400	20,598,300	22,457,300	23,774,100	23,698,800
Operating Expenditures	7,873,400	8,083,900	7,781,900	10,745,000	8,814,900
Capital Outlay	199,000	537,000	129,600	489,800	174,300
Total:	29,367,800	29,219,200	30,368,800	35,008,900	32,688,000
Full-Time Positions (FTP)	406.00	406.00	410.50	410.50	410.50

Division Description

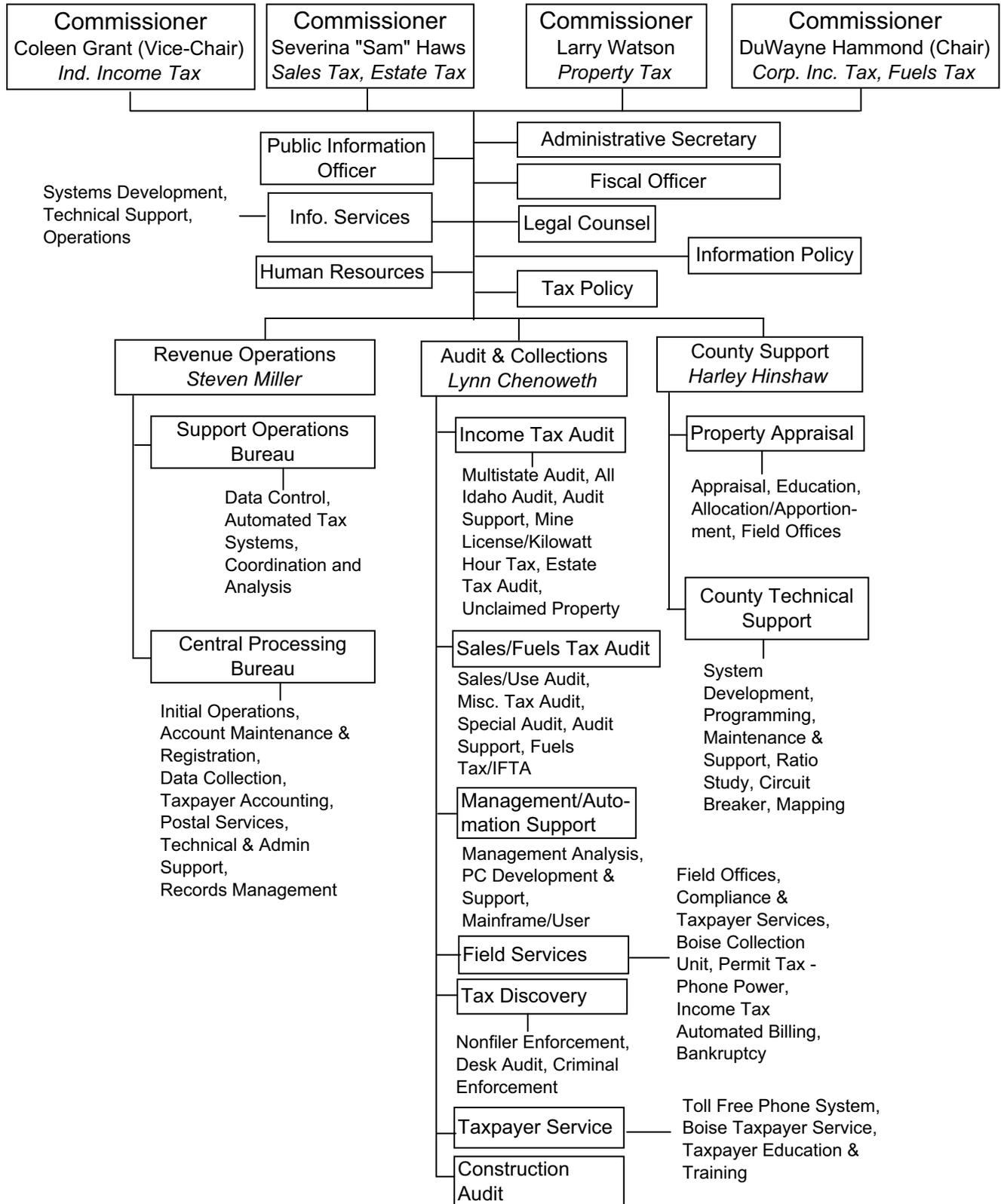
The State Tax Commission has four budgeted programs: General Services, Audit and Collections, Revenue Operations, and County Support. 1.) The General Services program consists of the Commissioners, Administrative Section, Legal Section, Tax Policy Section, Information Technology Section, and the Management Services Division. This organizational structure provides for centralized management, policy development, legal, personnel, fiscal and computer services. 2.) The Audit and Collections program provides direct taxpayer service to the public from the administrative office in Boise and five field office locations; collects delinquent taxes and conducts audits on virtually all tax types administered by the agency by authority of Idaho Code and the Multi-State Tax Compact; conducts discovery and enforcement efforts directed at non-filers and administers Idaho's unclaimed property statutes. 3.) Revenue Operations administers the voluntary tax compliance program. Activities include: a) registering permit holders for sales, withholding, hotel/motel, special fuels, beer, wine, cigarette and tobacco taxes; b) ensuring that all individuals and licensed businesses are mailed proper tax forms for reporting; c) establishing taxpayer liability, as well as processing revenue and refund documents submitted by taxpayers; and d) maintaining a records system capable of providing individuals with tax documents. 4.) The County Support Program provides oversight and technical support in the administration of the property tax system, working to ensure fair, equitable, and accurate property taxation. The program is responsible: to annually appraise all class three operating property, as required by Section 63-2215, Idaho Code; to examine property tax levies of all taxing districts to ensure compliance with Idaho Code; to develop forms, procedures and computer software necessary for county assessors to appraise property; to develop an assessor's manual in order to facilitate uniformity of appraisals; and to administer property tax relief through the Circuit Breaker program.

Tax Commission

Agency Profile

Analyst: Hancock

Organizational Chart



Department of Revenue and Taxation

Agency Profile

Analyst: Hancock

Sources of Funds

	FY 2004 Expenditures	Percent of Total	FY 2005 Appropriation	FY 2006 Request
1. General Fund	\$24,008,044	82.2%	\$24,515,500	\$28,203,200
<p>The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205). The fund sources are: 1) individual income tax, 2) corporate income tax, 3) sales tax, 4) cigarette tax, 5) beer tax, 6) wine tax, 7) liquor surcharge, 8) kilowatt hour tax, 9) mine license tax, 10) Treasurer's interest on investments of certain idle state funds, 11) court fees and fines, 12) insurance premium tax, 13) sale of alcoholic beverage licenses, 14) unclaimed property, 15) articles of incorporation and uniform commercial code filing fees, 16) estate and transfer tax, and 17) other miscellaneous sources from various agency receipts.</p>				
2. Administration Services for Transportation	2,756,119	9.4%	3,162,400	3,681,000
<p>The State Tax Commission retains funds from gasoline tax and special fuels tax receipts equal to the cost of collecting, administering, and enforcing the gasoline tax requirements. However, the amount cannot exceed the amount authorized to be expended by the legislature (gasoline: §63-2402 and §63-2405; special fuels: §63-2416 - §63-2417).</p>				
3. Multistate Tax Compact	1,525,938	5.2%	1,605,700	1,696,700
<p>Moneys collected as direct result of audits conducted by the Multistate Tax Commission (on behalf of the state of Idaho) shall be paid by the State Tax Commission into the Multistate Tax Compact Fund. The Multistate Tax Compact was formed to determine the tax liability of multistate taxpayers, promote uniformity or compatibility in tax systems, and facilitate taxpayer convenience and compliance in the filing of tax returns and avoid duplicative taxation across states (§63-3709).</p>				
4. Abandoned Property Trust - Unclaimed	603,531	2.1%	650,300	888,300
<p>The Unclaimed Property Fund receives money from:</p> <ol style="list-style-type: none"> 1. Certain banking accounts. 2. Certain unclaimed funds that are owned and unpaid by life insurance companies for fifteen years. 3. Certain deposits and refunds payable by utilities for more than fifteen years. 4. Certain investment shares, funds, and interests. <p>The State Tax Commission is required to maintain a record of the name and last known address of each person thought to own the property. The record is to be made available for public inspection at all reasonable business hours (§14-517).</p>				
5. Seminars and Publications Fund	131,900	0.5%	142,900	144,800
<p>Fees, educational purposes sales, tax regulations and printed material, fees for copies, supplies, bad check charges, postage reimbursement, sales of maps, unclaimed property lists, etc. Sales are primarily to the public.</p>				
6. Administration and Accounting Fund	86,900	0.3%	292,000	394,900
<p>The State Tax Commission is directed to retain funds for the Commission's cost of collecting and administering the moneys of certain trust funds. For the following trust funds the annual amount is three thousand dollars (\$3,000) or twenty percent (20%), whichever is less (§63-3067A&B(d)):</p> <ol style="list-style-type: none"> 1. The Fish and Game Trust Fund (0051) 2. The Children's Trust Fund (0483) <p>On other taxes, the State Tax Commission is authorized to retain an amount of money equal to the cost of collecting and administering them. The amount retained can not exceed the amount authorized to be expended by appropriation by the Legislature. Those taxes are:</p> <ol style="list-style-type: none"> 1. Idaho Travel and Convention Tax (0212) (§67-4718) 2. Illegal Drug Tax (0281) (§63-4209) 3. Boise Auditorium District (0630) (§67-4917C) 4. Petroleum Clean Water Trust Fund (0130) (§41-4909) 5. Local Option Sales Tax (0630) (§63-2605) 				
7. Federal Grant Fund	89,526	0.3%	0	0
<p>The Tax Commission receives intermittent grants from the federal government for project-specific work.</p>				
Total	\$29,201,958	100.0%	\$30,368,800	\$35,008,900

Tax Commission

Agency Profile

Analyst: Hancock

Selected Measures				
	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
1. Develop a process for reviewing and updating of brochures, educational material, forms, and other correspondence.	100%	100%	100%	100%
2. Develop a centralized outreach program to coordinate agency education efforts for taxpayers and other stakeholders.	100%	100%	100%	100%
3. Develop an agency training program that meets the needs and enhances the skills of agency staff.	100%	100%	100%	100%
4. Use existing personnel committees to study reward system and make recommendations.	100%	100%	100%	100%
5. Improve taxpayer access to state and federal tax assistance and other government agency registration requirements.	100%	100%	100%	100%
6. Take a leadership role in interagency projects that improve dissemination of information to stakeholders or simplify taxpayer registration requirements.	100%	100%	100%	100%
7. Establish a statewide managed/self-audit program.	100%	100%	100%	100%
8. Implement procedures and processes that encourage individuals to get back into and remain in compliance.	100%	100%	100%	100%
9. Increase use of technology to improve enforcement efforts.	100%	100%	100%	100%
10. Use a post-audit survey to obtain taxpayer feedback to improve effectiveness.	100%	100%	100%	100%
11. Increase nonresident enforcement through audit/nexus investigations.	100%	100%	100%	100%
12. Expand electronic data capture, storage, and retrieval technologies.	100%	100%	100%	100%
13. Consult with the Assessor's Education Committee, the Examination Committee, and the Idaho Association of Assessment Personnel to develop and provide education, training, and certification programs that meet county and state needs.	100%	100%	100%	100%
14. Expand the Geographic Information System.	95%	99%	99%	99%

State Tax Commission

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	410.50	24,515,500	30,368,800	410.50	24,515,500	30,368,800
HB 805 One-time 1% Salary Increase	0.00	151,300	182,200	0.00	151,300	182,200
1. Commissioner Salaries	0.00	6,800	6,800	0.00	6,800	6,800
2. Cost Allocation Adjustments	0.00	(47,900)	(11,600)	0.00	(47,900)	(11,600)
Governor's Rescission	0.00	0	0	0.00	(33,200)	(37,000)
FY 2005 Total Appropriation	410.50	24,625,700	30,546,200	410.50	24,592,500	30,509,200
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2005 Estimated Expenditures	410.50	24,625,700	30,546,200	410.50	24,592,500	30,509,200
Removal of One-Time Expenditures	0.00	(151,300)	(420,800)	0.00	(132,300)	(398,000)
Base Adjustments	0.00	(70,000)	(70,000)	0.00	(55,800)	(55,800)
FY 2006 Base	410.50	24,404,400	30,055,400	410.50	24,404,400	30,055,400
Benefit Costs	0.00	288,700	333,100	0.00	223,400	257,800
Inflationary Adjustments	0.00	43,500	58,900	0.00	0	0
Replacement Items	0.00	561,700	777,000	0.00	0	215,300
Nonstandard Adjustments	0.00	5,000	3,000	0.00	5,000	3,000
Change in Employee Compensation	0.00	156,500	191,600	0.00	156,500	191,600
27th Payroll	0.00	618,400	756,600	0.00	618,400	756,600
FY 2006 Program Maintenance	410.50	26,078,200	32,175,600	410.50	25,407,700	31,479,700
1. GenTax Software Upgrade	0.00	2,125,000	2,500,000	0.00	500,000	875,000
2. Securities Records Contracting	0.00	0	60,000	0.00	0	60,000
3. Local Option Tax Services	0.00	0	273,300	0.00	0	273,300
FY 2006 Total	410.50	28,203,200	35,008,900	410.50	25,907,700	32,688,000
Change from Original Appropriation	0.00	3,687,700	4,640,100	0.00	1,392,200	2,319,200
% Change from Original Appropriation		15.0%	15.3%		5.7%	7.6%

State Tax Commission

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	410.50	24,515,500	5,853,300	0	30,368,800
HB 805 One-time 1% Salary Increase					
Reflects surplus eliminator funding for one-time 1% salary increases.					
Agency Request	0.00	151,300	30,900	0	182,200
Governor's Recommendation	0.00	151,300	30,900	0	182,200
1. Commissioner Salaries					General Services
This supplemental would provide ongoing funding to cover the cost of 2% salary increases for the four Tax Commissioners, as enacted by HB 802. This action increased commissioner salaries from \$70,302 to \$71,708.					
Agency Request	0.00	6,800	0	0	6,800
Governor's Recommendation	0.00	6,800	0	0	6,800
2. Cost Allocation Adjustments					General Services, Audit & Collections, Revenue Operations
This supplemental reallocates costs between the commission's programs and funds, to more accurately reflect the areas where employee work is actually taking place.					
Agency Request	0.00	(47,900)	36,300	0	(11,600)
Governor's Recommendation	0.00	(47,900)	36,300	0	(11,600)
Governor's Rescission					
Agency Request	0.00	0	0	0	0
The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.					
Governor's Recommendation	0.00	(33,200)	(3,800)	0	(37,000)
FY 2005 Total Appropriation					
Agency Request	410.50	24,625,700	5,920,500	0	30,546,200
Governor's Recommendation	410.50	24,592,500	5,916,700	0	30,509,200
Non-Cognizable Funds and Transfers					
Shifts personnel between funds to reflect a more accurate cost allocation.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Estimated Expenditures					
Agency Request	410.50	24,625,700	5,920,500	0	30,546,200
Governor's Recommendation	410.50	24,592,500	5,916,700	0	30,509,200
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(151,300)	(269,500)	0	(420,800)
Governor's Recommendation	0.00	(132,300)	(265,700)	0	(398,000)
Base Adjustments					
Transfers 0.50 FTP and \$42,900 from General Services to County Support, transfers 0.50 FTP and \$31,700 from Audit & Collections to County Support, and removes \$70,000 for an expiring copier lease contract.					
Agency Request	0.00	(70,000)	0	0	(70,000)
Restore risk management rescission to the base.					
Governor's Recommendation	0.00	(55,800)	0	0	(55,800)

State Tax Commission

Analyst: Hancock

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2006 Base					
Agency Request	410.50	24,404,400	5,651,000	0	30,055,400
<i>Governor's Recommendation</i>	<i>410.50</i>	<i>24,404,400</i>	<i>5,651,000</i>	<i>0</i>	<i>30,055,400</i>

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	288,700	44,400	0	333,100
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>223,400</i>	<i>34,400</i>	<i>0</i>	<i>257,800</i>
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures.

Agency Request	0.00	43,500	15,400	0	58,900
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The Governor recommends no increase for general inflation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Replacement Items

Replacement Items include ongoing operating expenditures of \$187,000 for computer software and hardware maintenance, \$20,300 for leasing 45 computers, and \$10,500 for leasing 15 laptop computers. One-time operating expenditures include \$24,600 to upgrade network software and \$50,000 for the operating software used to drive mail handling equipment. One-time capital outlay includes \$97,900 for eleven network servers, \$4,500 for three ethernet switches, \$65,300 to increase network information storage, \$13,600 for 20 laser printers, \$99,800 for a network backbone switch, \$18,000 for a motorpool vehicle, \$29,900 for 23 computers, \$26,000 for 13 laptop computers, \$126,000 for mail handling equipment, and \$3,600 for two fax machines.

Agency Request	0.00	561,700	215,300	0	777,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>215,300</i>	<i>0</i>	<i>215,300</i>
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Nonstandard Adjustments

Nonstandard Adjustments include a \$6,500 increase in building services space charges, \$3,100 in increased building lease costs, \$71,700 reduction in Attorney General fees, a \$100 reduction in risk management fees, a \$51,500 increase in State Controller fees, and a \$13,700 increase in State Treasurer fees.

Agency Request	0.00	5,000	(2,000)	0	3,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>5,000</i>	<i>(2,000)</i>	<i>0</i>	<i>3,000</i>
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	156,500	35,100	0	191,600
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The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>156,500</i>	<i>35,100</i>	<i>0</i>	<i>191,600</i>
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27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	618,400	138,200	0	756,600
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>618,400</i>	<i>138,200</i>	<i>0</i>	<i>756,600</i>
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State Tax Commission

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Program Maintenance					
Agency Request	410.50	26,078,200	6,097,400	0	32,175,600
<i>Governor's Recommendation</i>	<i>410.50</i>	<i>25,407,700</i>	<i>6,072,000</i>	<i>0</i>	<i>31,479,700</i>

1. GenTax Software Upgrade

General Services

This enhancement would provide \$2,500,000 in one-time funding to upgrade the Tax Commission's GenTax software system to the new dot-Net version. While the new version itself is free, funds would be used to pay computer programmers with Fast Enterprises (which developed the GenTax system for Idaho and several other states and provinces) to do the necessary system reconfiguration work. In addition to improving future compatibility, the commission estimates that the upgraded system will help improve collections management, resulting in an additional \$900,000 in General Fund collections in FY 2006, and additional annual collections of \$2,400,000 beginning in FY 2007, without the addition of any new employees.

Agency Request	0.00	2,125,000	375,000	0	2,500,000
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The Governor recommends funding the full dedicated funds share and a portion of the General Fund share of the upgrade costs. The remainder of the General Fund costs would be borne in future fiscal years.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>500,000</i>	<i>375,000</i>	<i>0</i>	<i>875,000</i>
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2. Securities Records Contracting

Audit and Collections

This enhancement would provide ongoing funding to outsource the handling of stocks and securities records in the Unclaimed Property program. This work, which is detailed and time-consuming, is currently performed by 1.5 to 2.0 in-house employees. If this enhancement is funded, these employees would be re-assigned primarily to educational outreach activities in the Unclaimed Property area. The funding source for this request is Unclaimed Property funds, which would otherwise be deposited in the General Fund.

Agency Request	0.00	0	60,000	0	60,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>60,000</i>	<i>0</i>	<i>60,000</i>
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3. Local Option Tax Services

General Services, Audit and Collections, Revenue Operations

This enhancement would provide one-time spending authority from the Administration & Accounting Fund for the Tax Commission to provide administrative services for the collection of local option Sales Taxes that have been adopted in Kootenai and Nez Perce Counties. The commission would provide administrative and reporting services for the counties, which would be paid for from the additional local option revenues collected on behalf of Kootenai and Nez Perce Counties by the commission.

Agency Request	0.00	0	273,300	0	273,300
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>273,300</i>	<i>0</i>	<i>273,300</i>
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FY 2006 Total					
Agency Request	410.50	28,203,200	6,805,700	0	35,008,900
<i>Governor's Recommendation</i>	<i>410.50</i>	<i>25,907,700</i>	<i>6,780,300</i>	<i>0</i>	<i>32,688,000</i>

Agency Request

Change from Original App	0.00	3,687,700	952,400	0	4,640,100
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% Change from Original App	0.0%	15.0%	16.3%		15.3%
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Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>1,392,200</i>	<i>927,000</i>	<i>0</i>	<i>2,319,200</i>
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<i>% Change from Original App</i>	<i>0.0%</i>	<i>5.7%</i>	<i>15.8%</i>		<i>7.6%</i>
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Secretary of State

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY PROGRAM					
Administration	1,954,900	1,933,400	2,309,600	2,175,800	2,090,100
Commission on Uniform Laws	28,800	23,500	28,600	30,000	30,000
Total:	1,983,700	1,956,900	2,338,200	2,205,800	2,120,100
BY FUND CATEGORY					
General	1,983,700	1,956,900	2,338,200	2,205,800	2,120,100
Percent Change:		(1.4%)	19.5%	(5.7%)	(9.3%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,615,500	1,477,100	1,665,400	1,772,600	1,766,500
Operating Expenditures	353,200	438,000	607,800	399,200	353,600
Capital Outlay	15,000	41,800	5,000	34,000	0
Trustee/Benefit	0	0	60,000	0	0
Total:	1,983,700	1,956,900	2,338,200	2,205,800	2,120,100
Full-Time Positions (FTP)	31.00	31.00	31.00	31.00	31.00

Division Description

There are two budgeted programs in this division of the Office of the Secretary of State:

ADMINISTRATION

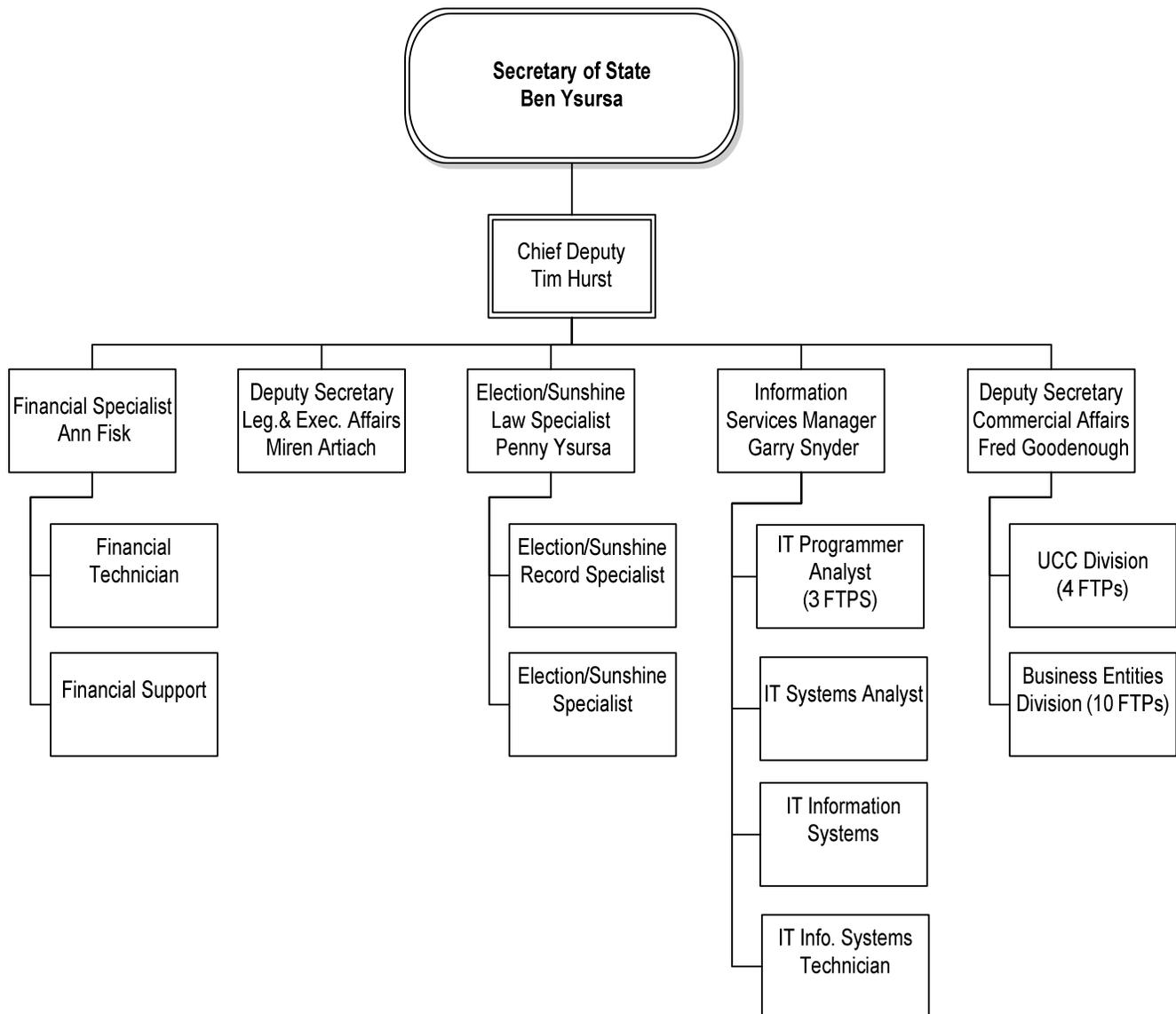
The Administration program performs all the constitutional and statutory functions of the Office of the Secretary of State including registering the official acts of the Legislature and the Governor, administering and certifying elections, maintaining a registry of tort claims, extraditions, deeds, official oaths, and gubernatorial appointments, administering the Sunshine Law, and maintaining and operating the Centralized Uniform Commercial Code as it relates to state, commercial, and farm product filings. [Statutory Authority: Idaho Code §67-901 et seq.]

COMMISSION ON UNIFORM LAWS

The Commission on Uniform Laws is composed of four members who are appointed by the Governor. The commission studies proposed uniform laws and drafts legislation for consideration by the Idaho Legislature where uniformity among state laws is desirable. [Statutory Authority: Idaho Code §67-1701 et seq.]

Secretary of State Agency Profile

Analyst: Freeman



Sources of Funds

**FY 2005
Original**

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

\$2,338,200

Secretary of State

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	31.00	2,338,200	2,338,200	31.00	2,338,200	2,338,200
HB 805 One-time 1% Salary Increase	0.00	13,100	13,100	0.00	13,100	13,100
Governor's Rescission	0.00	0	0	0.00	(1,300)	(1,300)
FY 2005 Total Appropriation	31.00	2,351,300	2,351,300	31.00	2,350,000	2,350,000
Removal of One-Time Expenditures	0.00	(378,100)	(378,100)	0.00	(377,300)	(377,300)
Base Adjustments	0.00	0	0	0.00	500	500
FY 2006 Base	31.00	1,973,200	1,973,200	31.00	1,973,200	1,973,200
Benefit Costs	0.00	27,200	27,200	0.00	21,100	21,100
Inflationary Adjustments	0.00	3,600	3,600	0.00	0	0
Replacement Items	0.00	34,000	34,000	0.00	0	0
Nonstandard Adjustments	0.00	800	800	0.00	800	800
Change in Employee Compensation	0.00	13,700	13,700	0.00	13,700	13,700
27th Payroll	0.00	56,300	56,300	0.00	56,300	56,300
FY 2006 Program Maintenance	31.00	2,108,800	2,108,800	31.00	2,065,100	2,065,100
1. Idaho Blue Book	0.00	55,000	55,000	0.00	55,000	55,000
2. IT Training	0.00	35,000	35,000	0.00	0	0
3. IT Consulting	0.00	7,000	7,000	0.00	0	0
FY 2006 Total	31.00	2,205,800	2,205,800	31.00	2,120,100	2,120,100
Change from Original Appropriation	0.00	(132,400)	(132,400)	0.00	(218,100)	(218,100)
% Change from Original Appropriation		(5.7%)	(5.7%)		(9.3%)	(9.3%)

Secretary of State

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	31.00	2,338,200	0	0	2,338,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	13,100	0	0	13,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,100</i>	<i>0</i>	<i>0</i>	<i>13,100</i>
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,300)</i>	<i>0</i>	<i>0</i>	<i>(1,300)</i>
FY 2005 Total Appropriation					
Agency Request	31.00	2,351,300	0	0	2,351,300
<i>Governor's Recommendation</i>	<i>31.00</i>	<i>2,350,000</i>	<i>0</i>	<i>0</i>	<i>2,350,000</i>
Removal of One-Time Expenditures					
<i>Reflects removal of funding for one-time salary increase, one-time election costs, and one-time capital outlay.</i>					
Agency Request	0.00	(378,100)	0	0	(378,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(377,300)</i>	<i>0</i>	<i>0</i>	<i>(377,300)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>500</i>	<i>0</i>	<i>0</i>	<i>500</i>
FY 2006 Base					
Agency Request	31.00	1,973,200	0	0	1,973,200
<i>Governor's Recommendation</i>	<i>31.00</i>	<i>1,973,200</i>	<i>0</i>	<i>0</i>	<i>1,973,200</i>
Benefit Costs					
<i>Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.</i>					
Agency Request	0.00	27,200	0	0	27,200
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,100</i>	<i>0</i>	<i>0</i>	<i>21,100</i>
Inflationary Adjustments					
<i>Includes a general inflationary increase of 1.3% in operating expenditures payments.</i>					
Agency Request	0.00	3,600	0	0	3,600
<i>The Governor recommends no increase for general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Secretary of State

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Capital Outlay: 4 office cubicles (\$14,000), 10 PCs (\$10,000), and 1 air conditioner (\$10,000).					
Agency Request	0.00	34,000	0	0	34,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
Reflects \$1,400 for additional costs relating to participation in the annual National Conference of Commissioners on Uniform State Laws. Also included are changes in State Controller and State Treasurer services, and property and casualty insurance premiums.					
Agency Request	0.00	800	0	0	800
Governor's Recommendation	0.00	800	0	0	800
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	13,700	0	0	13,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	13,700	0	0	13,700
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	56,300	0	0	56,300
Governor's Recommendation	0.00	56,300	0	0	56,300
FY 2006 Program Maintenance					
Agency Request	31.00	2,108,800	0	0	2,108,800
Governor's Recommendation	31.00	2,065,100	0	0	2,065,100
1. Idaho Blue Book					
This enhancement would provide the Secretary of State with \$10,000 in one-time personnel costs and \$45,000 in one-time operating expenses for the compilation and publication of the biennial Idaho Blue Book. The Secretary of State is required to publish this book per Idaho Code §67-915.					
Agency Request	0.00	55,000	0	0	55,000
Governor's Recommendation	0.00	55,000	0	0	55,000
2. IT Training					
This enhancement would provide \$35,000 in one-time funds for training to support database, online applications servers, and Microsoft Office suite and Windows 2003 network software.					
Agency Request	0.00	35,000	0	0	35,000
<i>The Governor did not choose to make a recommendation on this enhancement.</i>					
Governor's Recommendation	0.00	0	0	0	0
3. IT Consulting					
This enhancement would provide \$7,000 in one-time funds for consulting costs to design a new imaging system. The currently deployed technology is obsolete. The software vendor who licenses and supports the image capture and storage engine used on the agency's system will no longer provide support after October 2005.					
Agency Request	0.00	7,000	0	0	7,000
<i>The Governor did not choose to make a recommendation on this enhancement.</i>					
Governor's Recommendation	0.00	0	0	0	0

Secretary of State

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	31.00	2,205,800	0	0	2,205,800
<i>Governor's Recommendation</i>	31.00	2,120,100	0	0	2,120,100
Agency Request					
Change from Original App	0.00	(132,400)	0	0	(132,400)
% Change from Original App	0.0%	(5.7%)			(5.7%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	0.00	(218,100)	0	0	(218,100)
<i>% Change from Original App</i>	0.0%	(9.3%)			(9.3%)

Idaho Legislative Budget Book

State Treasurer

2005 Legislative Session

Treasurer, State	6 - 175
Idaho Millennium Fund	6 - 181

State Treasurer

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY DIVISION					
Treasurer, State	1,772,600	1,743,500	1,914,600	1,905,100	1,854,900
Idaho Millennium Fund	224,700	224,700	60,700	2,758,600	1,929,000
Total:	1,997,300	1,968,200	1,975,300	4,663,700	3,783,900
BY FUND CATEGORY					
General	1,186,900	1,186,400	1,249,300	1,299,000	1,262,300
Dedicated	810,400	781,800	726,000	3,364,700	2,521,600
Total:	1,997,300	1,968,200	1,975,300	4,663,700	3,783,900
Percent Change:		(1.5%)	0.4%	136.1%	91.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,258,300	1,176,400	1,306,600	1,380,400	1,376,400
Operating Expenditures	514,300	555,400	608,000	524,700	478,500
Capital Outlay	0	11,700	0	0	0
Trustee/Benefit	224,700	224,700	60,700	532,300	0
Lump Sum	0	0	0	2,226,300	1,929,000
Total:	1,997,300	1,968,200	1,975,300	4,663,700	3,783,900
Full-Time Positions (FTP)	18.00	18.00	18.00	18.00	18.00

Department Description

The State Treasurer is one of seven statewide elected officials in Idaho. It is the responsibility of the State Treasurer to serve as the banker for all Idaho agencies and to act as custodian of the public school endowment funds. The constitutional and statutory duties of this office include: 1) the receiving of all revenues and fees due the state; 2) deposit of funds in banks throughout Idaho; 3) paying all accounts; and 4) investing surplus monies not needed for day-to-day operations.

The Idaho Millennium Fund is the repository of all funds received by the State of Idaho under the Master Tobacco Settlement Agreement reached between states and tobacco product manufacturers. These funds are managed and invested by the State Treasurer. Each year, 5% of the average market value of the Idaho Millennium Fund will be distributed and made available for legislative appropriation.

State Treasurer

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	1,186,900	1,186,400	1,249,300	1,299,000	1,262,300
Dedicated	585,700	557,100	665,300	606,100	592,600
Total:	1,772,600	1,743,500	1,914,600	1,905,100	1,854,900
Percent Change:		(1.6%)	9.8%	(0.5%)	(3.1%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,258,300	1,176,400	1,306,600	1,380,400	1,376,400
Operating Expenditures	514,300	555,400	608,000	524,700	478,500
Capital Outlay	0	11,700	0	0	0
Total:	1,772,600	1,743,500	1,914,600	1,905,100	1,854,900
Full-Time Positions (FTP)	18.00	18.00	18.00	18.00	18.00

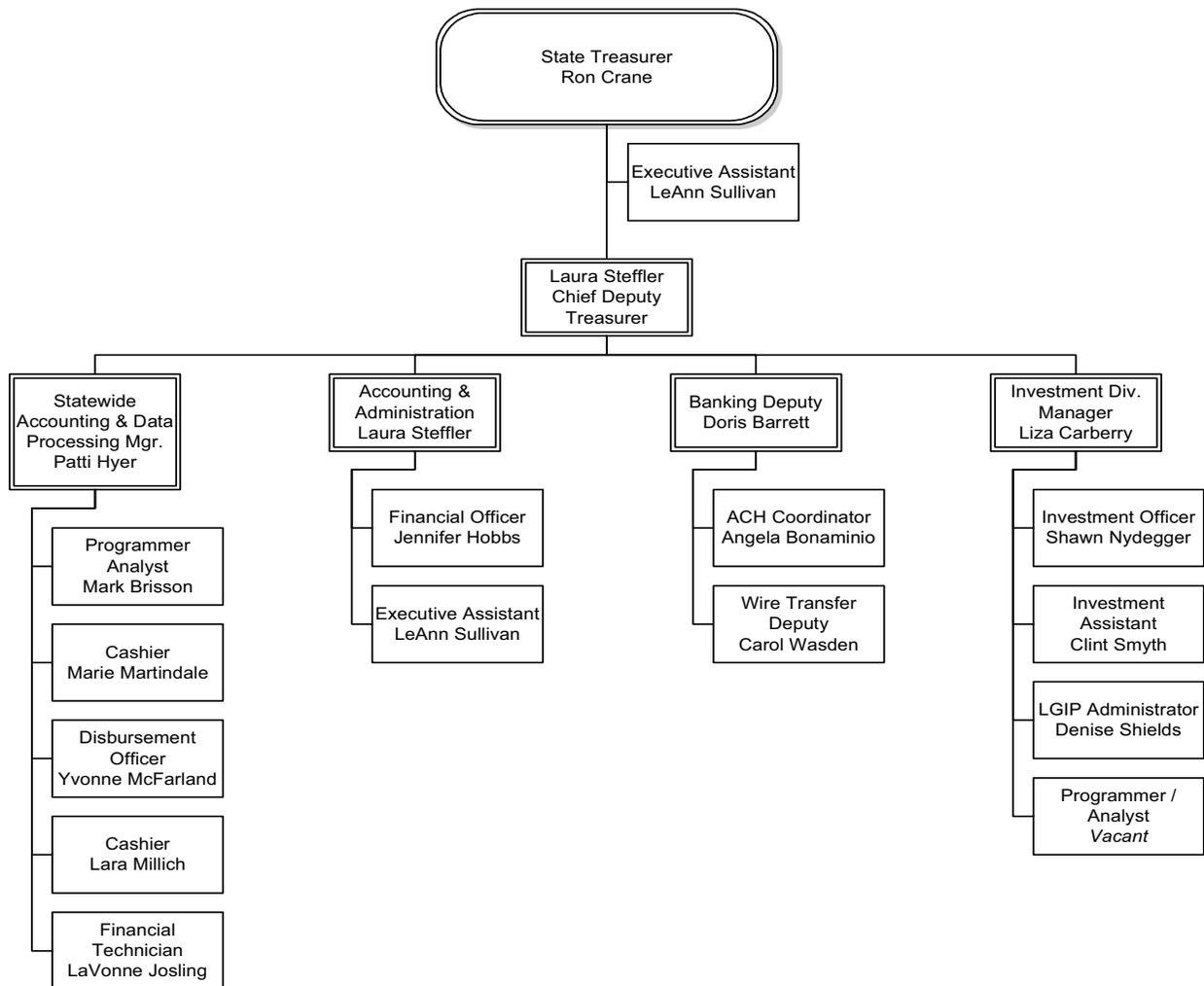
Division Description

The State Treasurer is one of seven statewide elected officials in Idaho. It is the responsibility of the State Treasurer to serve as the banker for all Idaho agencies and to act as custodian of the public school endowment funds. The constitutional and statutory duties of this office include: (1) the receiving of all revenues and fees due the state; (2) deposit of funds in banks throughout Idaho; (3) paying all accounts; and (4) investing surplus monies not needed for day-to-day operations.

[Statutory Authority: Idaho Code §67-1201 et seq.]

State Treasurer Agency Profile

Analyst: Freeman



Source of Funds

**FY 2005
Original**

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

\$1,249,300

Miscellaneous Revenue (0349): Derived from the sale of Idaho commemorative silver medallions.

\$10,000

State Treasurer LGIP (0475-06): Derived from administrative fees collected from Local Government Investment Pool services.

\$301,800

Treasurer's Office - Professional Services (0475-07): Derived from interest earnings on state investment pool services.

\$353,500

\$1,914,600

State Treasurer

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	18.00	1,249,300	1,914,600	18.00	1,249,300	1,914,600
Reappropriations	0.00	0	2,200	0.00	0	2,200
HB 805 One-time 1% Salary Increase	0.00	6,600	10,100	0.00	6,600	10,100
Governor's Rescission	0.00	0	0	0.00	(1,700)	(2,700)
FY 2005 Total Appropriation	18.00	1,255,900	1,926,900	18.00	1,254,200	1,924,200
Removal of One-Time Expenditures	0.00	(41,600)	(141,600)	0.00	(41,000)	(140,000)
Base Adjustments	0.00	0	0	0.00	1,100	1,100
FY 2006 Base	18.00	1,214,300	1,785,300	18.00	1,214,300	1,785,300
Benefit Costs	0.00	12,500	17,700	0.00	9,700	13,700
Inflationary Adjustments	0.00	3,900	6,200	0.00	0	0
Nonstandard Adjustments	0.00	(200)	(200)	0.00	(200)	(200)
Change in Employee Compensation	0.00	6,700	10,300	0.00	6,700	10,300
27th Payroll	0.00	31,800	45,800	0.00	31,800	45,800
FY 2006 Program Maintenance	18.00	1,269,000	1,865,100	18.00	1,262,300	1,854,900
1. Veterans Commemorative Medallion	0.00	30,000	40,000	0.00	0	0
Carryover Authority	0.00	0	0	0.00	0	0
FY 2006 Total	18.00	1,299,000	1,905,100	18.00	1,262,300	1,854,900
Change from Original Appropriation	0.00	49,700	(9,500)	0.00	13,000	(59,700)
% Change from Original Appropriation		4.0%	(0.5%)		1.0%	(3.1%)

State Treasurer

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	18.00	1,249,300	665,300	0	1,914,600
Reappropriations					
Agency Request	0.00	0	2,200	0	2,200
Governor's Recommendation	0.00	0	2,200	0	2,200
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	6,600	3,500	0	10,100
Governor's Recommendation	0.00	6,600	3,500	0	10,100
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(1,700)	(1,000)	0	(2,700)
FY 2005 Total Appropriation					
Agency Request	18.00	1,255,900	671,000	0	1,926,900
Governor's Recommendation	18.00	1,254,200	670,000	0	1,924,200
Removal of One-Time Expenditures					
Reflects the removal of funding for: one-time 1% salary increase, replacement items, LGIP carryover authority, commemorative medallion, bond bank startup costs and investment software.					
Agency Request	0.00	(41,600)	(100,000)	0	(141,600)
Governor's Recommendation	0.00	(41,000)	(99,000)	0	(140,000)
Base Adjustments					
Reflects an FTP adjustment and related funding between dedicated funds.					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	1,100	0	0	1,100
FY 2006 Base					
Agency Request	18.00	1,214,300	571,000	0	1,785,300
Governor's Recommendation	18.00	1,214,300	571,000	0	1,785,300
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates and an increase in workers compensation rates.					
Agency Request	0.00	12,500	5,200	0	17,700
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
Governor's Recommendation	0.00	9,700	4,000	0	13,700

State Treasurer

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	3,900	2,300	0	6,200
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of State Controller services. Also included are changes in property and casualty insurance premiums by the Department of Administration.					
Agency Request	0.00	(200)	0	0	(200)
Governor's Recommendation	0.00	(200)	0	0	(200)
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	6,700	3,600	0	10,300
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	6,700	3,600	0	10,300
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	31,800	14,000	0	45,800
Governor's Recommendation	0.00	31,800	14,000	0	45,800
FY 2006 Program Maintenance					
Agency Request	18.00	1,269,000	596,100	0	1,865,100
Governor's Recommendation	18.00	1,262,300	592,600	0	1,854,900
1. Veterans Commemorative Medallion					
If the Legislature chooses to issue another series of commemorative silver medallions as authorized in Idaho Code §67-1223, this enhancement will be necessary. The enhancement would fund the purchase of silver, minting the medallions, and shipping and marketing costs. All net proceeds from the sale of medallions are transferred annually to the Division of Veterans Services for use in maintaining the Veterans Cemetery.					
Agency Request	0.00	30,000	10,000	0	40,000
<i>The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.</i>					
Governor's Recommendation	0.00	0	0	0	0
Carryover Authority					
Local Government Investment Pool					
The State Treasurer requests carryover authority for its LGIP fund for FY 2006. Carryover authority allows the LGIP to react in a more timely and responsive manner to the needs and desires of the pool members. Since carryover authority is an exception to the state budget laws and is not provided for in statute, it requires specific legislative authorization and approval.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	18.00	1,299,000	606,100	0	1,905,100
Governor's Recommendation	18.00	1,262,300	592,600	0	1,854,900

State Treasurer

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	49,700	(59,200)	0	(9,500)
% Change from Original App	0.0%	4.0%	(8.9%)		(0.5%)
<i>Governor's Recommendation</i>					
Change from Original App	0.00	13,000	(72,700)	0	(59,700)
% Change from Original App	0.0%	1.0%	(10.9%)		(3.1%)

Idaho Millennium Fund

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
Dedicated	224,700	224,700	60,700	2,758,600	1,929,000
Percent Change:		0.0%	(73.0%)	4,444.6%	3,077.9%
BY OBJECT OF EXPENDITURE					
Trustee/Benefit	224,700	224,700	60,700	532,300	0
Lump Sum	0	0	0	2,226,300	1,929,000
Total:	224,700	224,700	60,700	2,758,600	1,929,000

Division Description

Tobacco Settlement Background

In November 1998, the attorneys general and other representatives of 46 states signed an agreement with the largest tobacco manufacturers ending a legal battle between the states and the industry that began in 1994. While payments are expected to continue in perpetuity, the settlement requires the tobacco manufacturers to pay the states \$206 billion over the next 25 years, of which Idaho will receive a total of approximately \$790 million.

Millennium Fund Enabling Legislation

The Idaho Millennium Fund was established by the legislature in 2000 as an endowment fund structure to receive, invest and disburse funds received by the State of Idaho under the tobacco Master Settlement Agreement reached between participating states and tobacco product manufacturers. This fund preserves the long-term capital value of these moneys through a distribution rule which provides that five percent of the fund's average market value is made available for legislative appropriation each fiscal year. Fund investments are managed by the State Treasurer, who is the constitutional officer charged with the responsibility of managing state funds. Up until 2003, when the entire Millennium Fund was liquidated, the Treasurer invested the fund in a diversified portfolio, which included 30% in domestic bonds, 50% in US common stocks, and 20% in non-US stocks.

Millennium Income Fund Grants

In 2002, HB 486a created the Joint Millennium Fund Committee, which is made up of five senators and five representatives, and is charged with reviewing grant applications and providing a funding recommendation to the legislature. There is no specification in law with regard to how the monies in the Millennium Fund shall be used, but the Joint Millennium Fund Committee has chosen to only consider applications for programs and projects directly related to one or more of the following: (1) tobacco cessation or prevention; (2) substance abuse cessation or prevention; or (3) tobacco or substance abuse related disease treatment. In addition, the committee has determined that funds may not be used for permanent capital improvements or organizational start-up costs.

Appropriations

Beginning in FY 2004, the appropriated amount in the Millennium Fund budget only represents moneys appropriated to non-governmental organizations. Millennium Fund moneys appropriated to state agencies are transferred by the State Controller from the Millennium Income Fund to the agency, and are reflected in each individual agency budget.

[Statutory Authority: Idaho Code §67-1801 et seq.]

Idaho Millennium Fund Agency Profile

Analyst: Freeman

History of Idaho Millennium Income Fund Appropriations

Agency / Organization	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
Boise State University	-	\$95,000	\$121,000	-	
Catastrophic Health Care					
County Deductible	\$735,000	\$735,000	\$435,000	\$435,000	\$500,000
State Share	-	-	\$1,251,400	\$400,000	-
Children's Trust Fund	\$100,000	\$200,000	\$150,000	-	-
Public Health Districts	\$500,000	\$506,500	\$515,200	\$515,000	\$515,000
Dept. of Health & Welfare					
Tobacco Counter Marketing	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000
Adolescent Pregnancy Prev.	-	\$400,000	-	-	-
Small Bus. Health Ins.	-	-	\$50,000	-	-
Collection of Baseline Data	\$200,000	-	-	-	-
American Lung Association	-	-	\$148,600	\$157,200	-
American Cancer Society					
Cancer Camp	-	-	\$34,000	-	-
Magic Valley Youth Tobacco	-	-	\$10,000	-	\$60,700
Idaho State Police	-	-	\$94,000	\$94,000	\$94,000
Idaho Supreme Court	\$170,000	\$320,000	\$270,000	\$270,000	\$270,000
Blue Cross Foundation	-	-	-	\$67,500	-
Millennium Fund Committee*	\$100,000	-	-	-	-
TOTAL	\$2,305,000	\$2,756,500	\$3,579,200	\$2,438,700	\$1,939,700

* This money was appropriated "for the Legislature for deposit in the Legislative Account for Millennium Fund Legislative Subcommittee technical support services." The money is now used to pay expenses relating to the biannual meetings of the Joint Millennium Fund Committee.

Idaho Millennium Fund

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	0.00	0	60,700	0.00	0	60,700
Removal of One-Time Expenditures	0.00	0	(60,700)	0.00	0	(60,700)
FY 2006 Base	0.00	0	0	0.00	0	0
1. ISP - Youth Tobacco Investigations	0.00	0	94,000	0.00	0	94,000
2. ISP - Alcohol Beverage Control	0.00	0	282,700	0.00	0	0
3. H&W Tobacco Counter Marketing	0.00	0	500,000	0.00	0	500,000
4. Magic Valley Youth Tobacco-Free	0.00	0	150,000	0.00	0	0
5. Community Services Counseling	0.00	0	66,800	0.00	0	0
6. Bannock Youth Foundation	0.00	0	52,300	0.00	0	0
7. Catastrophic Health Care	0.00	0	550,000	0.00	0	550,000
8. Public Health Districts	0.00	0	529,600	0.00	0	515,000
9. Idaho Drug Free Youth	0.00	0	7,000	0.00	0	0
10. Idaho Supreme Court	0.00	0	270,000	0.00	0	270,000
11. Supportive Housing & Innovative P'ship	0.00	0	50,000	0.00	0	0
12. Blue Cross of Idaho Foundation	0.00	0	68,000	0.00	0	0
13. American Lung Association	0.00	0	138,200	0.00	0	0
FY 2006 Total	0.00	0	2,758,600	0.00	0	1,929,000
Change from Original Appropriation	0.00	0	2,697,900	0.00	0	1,868,300
% Change from Original Appropriation			4,444.6%			3,077.9%

Idaho Millennium Fund

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	0.00	0	60,700	0	60,700
Removal of One-Time Expenditures					
Agency Request	0.00	0	(60,700)	0	(60,700)
Governor's Recommendation	0.00	0	(60,700)	0	(60,700)
FY 2006 Base					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
1. ISP - Youth Tobacco Investigations					
This request would be used to offset the cost of youth tobacco investigations, which are required by law. This program has received funding in the same amount since FY 2003.					
Agency Request	0.00	0	94,000	0	94,000
Governor's Recommendation	0.00	0	94,000	0	94,000
2. ISP - Alcohol Beverage Control					
This request would provide funding for three officers and a part-time clerical position to increase the Alcohol Beverage Control program's resources in order to ensure compliance with alcohol beverage regulations and sufficiently support other agencies' requests for assistance, as charged by law.					
Agency Request	0.00	0	282,700	0	282,700
Governor's Recommendation	0.00	0	0	0	0
3. H&W Tobacco Counter Marketing					
This request would provide \$500,000 to continue a media campaign aimed at increasing awareness of the addictiveness of tobacco and the severity of the consequences of using it. This program has been funded at the same level as requested since FY 2001.					
Agency Request	0.00	0	500,000	0	500,000
Governor's Recommendation	0.00	0	500,000	0	500,000
4. Magic Valley Youth Tobacco-Free					
This request would provide funding for the development of a tobacco control and wellness program to reach the Hispanic community in the Magic Valley.					
Agency Request	0.00	0	150,000	0	150,000
Governor's Recommendation	0.00	0	0	0	0
5. Community Services Counseling					
This request would provide funding to conduct a study of the efficacy of using Neurofeedback in the treatment of methamphetamine and nicotine addicts. The study would involve nine inmates in the custody of the Department of Correction.					
Agency Request	0.00	0	66,800	0	66,800
Governor's Recommendation	0.00	0	0	0	0
6. Bannock Youth Foundation					
This request would provide funding to the Bannock Youth Foundation's Family Resource Center to support the growth of Nurturing Programs which focus on prevention of adolescent substance abuse, child abuse, teen pregnancy and juvenile delinquency.					
Agency Request	0.00	0	52,300	0	52,300
Governor's Recommendation	0.00	0	0	0	0

Idaho Millennium Fund

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Catastrophic Health Care					
This request would provide funding for the Catastrophic Health Care program to reduce county deductible payments in caring for indigent persons with tobacco-related diseases. This program has been funded every year since the inception of the Millennium Fund.					
Agency Request	0.00	0	550,000	0	550,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>550,000</i>	<i>0</i>	<i>550,000</i>
8. Public Health Districts					
This request would provide continued funding to the Public Health Districts to provide and expand prevention and cessation services to all Idaho citizens, with primary emphasis on youth and pregnant women. This request represents a \$14,600 increase over FY 2005, which reflects a 1.3% inflationary increase, a 1% Change in Employee Compensation (CEC), and a 27th pay period.					
Agency Request	0.00	0	529,600	0	529,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>515,000</i>	<i>0</i>	<i>515,000</i>
9. Idaho Drug Free Youth					
This request would provide partial funding in support of the 13th Annual Idaho Youth Summit, the primary objective of which is to deter first time alcohol, tobacco and drug use among adolescents through education.					
Agency Request	0.00	0	7,000	0	7,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
10. Idaho Supreme Court					
The Youth Courts program has received funding from the Millennium Fund for the past five years. The Status Offender Services program has received funding from the Millennium Fund for the past four years. The Supreme Court is requesting funding again at the same level it has received in the past to continue its efforts to support and evaluate a continuum of community-based juvenile prevention and intervention programs in each judicial district.					
Agency Request	0.00	0	270,000	0	270,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>270,000</i>	<i>0</i>	<i>270,000</i>
11. Supportive Housing & Innovative P'ship					
This request would provide funding to implement a detoxification program and a subsequent community-based therapeutic community program for persons with alcohol and drug dependence.					
Agency Request	0.00	0	50,000	0	50,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
12. Blue Cross of Idaho Foundation					
This request would fund a project to coordinate cessation intervention targeted at hospitalized smoking patients and will incorporate a brief hospital face-to-face cessation counseling session, cessation medication, and post-discharge counseling.					
Agency Request	0.00	0	68,000	0	68,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
13. American Lung Association					
This request would provide continued funding for two smoking cessation programs -- Teens Against Tobacco Use (T.A.T.U.) and Not on Tobacco (N-O-T). The T.A.T.U. program will help young people ages 14-17 teach 9-12 year old children avoid tobacco by providing them the tools to help them make the decision not to smoke. The N-O-T program is a research based smoking cessation program designed for teens and uses content and delivery tailored to the adolescent population. These two programs received \$148,600 in FY2003 and \$157,200 in FY2004 from the Millennium Fund.					
Agency Request	0.00	0	138,200	0	138,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Idaho Millennium Fund

Analyst: Freeman

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2006 Total					
Agency Request	0.00	0	2,758,600	0	2,758,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,929,000</i>	<i>0</i>	<i>1,929,000</i>
Agency Request					
Change from Original App	0.00	0	2,697,900	0	2,697,900
% Change from Original App			4,444.6%		4,444.6%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>1,868,300</i>	<i>0</i>	<i>1,868,300</i>
<i>% Change from Original App</i>			<i>3,077.9%</i>		<i>3,077.9%</i>

Glossary

Annualization

A budgetary adjustment that identifies the remaining full year costs for budget items that were partially funded in the prior year.

Appropriation

Provides a specific amount of spending authority authorized by the Legislature to an agency or program for a given purpose for a specified period of time.

Continuous or Perpetual Appropriation

An ongoing statutory appropriation of money not set by annual legislative action.

Original Appropriation

Reflects the amounts shown in original appropriation bills before reappropriations (carryover) and supplemental appropriations. In some instances, legislative authority is given to enable an agency to carry over any unexpended balances to the next fiscal year, thus increasing the total appropriated spending authority over the amounts designated in the original appropriation bill.

Supplemental Appropriation

Refers to action taken on current year appropriations. These changes to the original appropriation may add funds or provide transfers between summary objects, funds, programs, or agencies.

Rescission

Refers to action taken on current year appropriations. These changes to the original appropriation rescind or remove previously enacted spending authority in whole or in part.

Classification of Funds

In the *Legislative Budget Book*, the hundreds of funds used by state government in the budgeting process are condensed into three general categories. The appropriation bills, however, cite the specific fund detail for spending authority. The three general categories are:

General

Consists of moneys received by the state from the collection of taxes, and certain licenses and fees not specifically appropriated to any other account, and which are used to finance the general operations of state government.

Dedicated

Dedicated funds are revenue received from a specified source or sources, and spent for a specific function of government as required by law (e.g. the State Highway Fund is partially a collection from motor fuels tax and vehicle registration fees and is dedicated specifically to state highway construction and improvements).

Dedicated funds include moneys from the sale of goods or services provided to the general public and other political entities. For example, one state agency may require the services of the State Copy Center and payment for this service would be done by transfer, debiting the first agency and crediting the Copy Center.

Federal

Identifies moneys from the federal government for specified state services.

Change in Employee Compensation (CEC)

A budgetary adjustment for changes in salary level or salary structure, and related benefit costs for classified and exempt state employees.

Glossary (continued)

Classification of Expenditures (Object Class)

The state accounting system provides information at three levels of detail. The highest, most standardized level that is used in both the *Legislative Budget Book* and in appropriation bills consists of four summary object classifications:

Personnel Costs (PC)

Includes the salaries of employees, whether full-time, part-time, irregular or seasonal help, and also, includes compensation of members of boards and commissions.

Also included are the employer's share of contributions related to those employees, such as retirement, health and life insurance, worker's compensation, employment security and social security.

Operating Expenditures (OE)

Includes all expenses for private contract services, travel, consumable supplies, software, and minor items of equipment that have an estimated life of less than two years.

Capital Outlay (CO)

Includes all expenses for land, highways, buildings, fixtures and fixed equipment and structures (which also include additions, replacements, major repairs, renovations, and salaries of non-agency personnel in connection therewith). Automobiles, domestic animals, machinery, equipment, and furniture, which will have a useful life or service, substantially more than two years are also included. Budget development guidelines require a minimum request of \$300 per item to be classified as capital outlay.

Trustee and Benefit Payments (T/B)

Includes payments passed through to an individual (e.g. welfare or retirement benefits) or another governmental entity which provides a service.

Decision Unit (DU)

A decision unit is a specific numbered item in the budget request. DUs are standardized throughout the budget process so that statewide information may be summarized and reported. They are used to identify any change in a performance level and costs associated with that change. Benchmark decision units are the subtotal of all previous decision units.

Deficiency Warrant

Expenditures that are authorized by statute, but for which no specific appropriation is provided until after an actual expense is incurred (e.g. expenses related to fire suppression and agricultural pest eradication).

Encumbrances

Obligations for expenses incurred in a fiscal year but not paid until after the end of that fiscal year.

Enhancement

Decision units after the Maintenance of Current Operations benchmark that request funding for new or expanded activities.

Fiscal Year

Represents the accounting year used by the state that begins July 1 and runs through June 30 of the following year (e.g. fiscal year 2005 begins July 1, 2004 and ends June 30, 2005).

Glossary (continued)

Full-Time Equivalent Positions (FTP)

The use of FTP's is a means of counting position totals when different amounts of time or hours-worked are involved. For example, a program using two half-time positions has the same personnel requirements as a program using one full-time position. Both programs would reflect 1.0 FTP, although the former would employ two individuals. All budgeted permanent full-time and permanent part-time positions, including limited service positions, are to be included in the FTP count. Seasonal and temporary help, overtime or other group positions are not reflected in the FTP count.

Fund

A fund is a sum of money accrued from specific sources (see "Classification of Funds") and set aside for general or specific uses. Note: "fund" and "account" are often used interchangeably.

Fund Shift

Replaces a loss of one fund source with another to maintain existing levels of service.

Group Positions

A portion of an agency's budgeted personnel costs which provides for the compensation of temporary positions and members of certain boards and commissions. These positions are not included in an agency's total FTP count. For example, seasonal crop inspectors are included in the group positions of the Department of Agriculture.

Inflationary Adjustments

Funding for a general increase in agency operating expenses based on the changes in the Consumer Price Index (CPI). This adjustment addresses the higher, inflation-driven costs of items such as supplies, travel and postage. A medical inflation adjustment for trustee and benefit payments is also allowable.

Lump Sum

Appropriations that provide amounts of spending authority from designated funds, without specifying if they are restricted to Personnel Costs, Operating Expenditures, Capital Outlay and/or Trustee and Benefit payments. Since lump sum is an exception to the state budget laws, it requires specific legislative authorization and approval.

Maintenance of Current Operations (MCO)

The level of funding necessary to maintain the same level of service or activity for the coming fiscal year as was provided for in the current fiscal year.

Non-Cognizable Funds

Funds available to any state agency from sources other than state funds if not cognizable (known) at the time the appropriations are set. Use of non-cognizable spending authority is granted through the Division of Financial Management on behalf of the Board of Examiners, and is not contingent upon an increase in state liability after the receipt of the non-state funds.

Nonstandard Adjustments

Budgetary adjustments which do not accurately fall within other "maintenance" adjustments but which are necessary to maintain current operations or levels of service. These costs often represent increased volume

Glossary (continued)

within current responsibilities or other situations that are beyond the control of the requesting agency (e.g. audit fees, utility, insurance or rent increases).

Object Transfer

State law permits agencies to transfer spending authority from certain standard object classifications to others, e.g. from Personnel Costs to Operating Expenditures. Object transfers have some limitations and require approval by the Division of Financial Management on behalf of the Board of Examiners. Agencies may also request object transfers through the budget process.

Personnel Cost Rollups

A budgetary adjustment for increases in the cost of maintaining a range of employer-paid benefits for state employees such as Social Security, retirement (PERSI), unemployment insurance, health insurance, and sick leave.

Reappropriation or Carryover Authority

Allows unused spending authority from one fiscal year to be carried over into the next fiscal year for one-time expenses. Since this is an exception to the state budget laws and is not provided for in statute, it requires specific legislative authorization and approval.

Reclassify

Upon the request of an agency, a specific position may be reclassified upward or downward as determined by the Division of Human Resources, based on specific job responsibilities. For example, an agency may request an Administrative Assistant 1 position to be reclassified as an Administrative Assistant 2 position.

Refactor

The Division of Human Resources may revise the pay grade for an entire class of positions statewide. For example, the pay grade for all Administrative Assistant 1 positions throughout the state could be refactored from pay grade F to pay grade G based on the type of responsibilities and tasks they are expected to perform. Refactoring frequently results in a pay rate change for that position classification. Refactoring requires approval from the Division of Financial Management if there would be fiscal impact.

Replacement Items

One-time funding provided for the replacement of certain operating items (e.g. software) and capital outlay items (e.g. computers, furniture) necessary for Maintenance of Current Operations.

Wage and Salary Report

A series of reports produced by the Employee Information System (EIS) of the State Controller's Office that identifies wages, salaries and related benefit costs for all budgeted positions. This report also projects cost increases for the current and following fiscal year.